General Fund Revenue Volatility and Reserves

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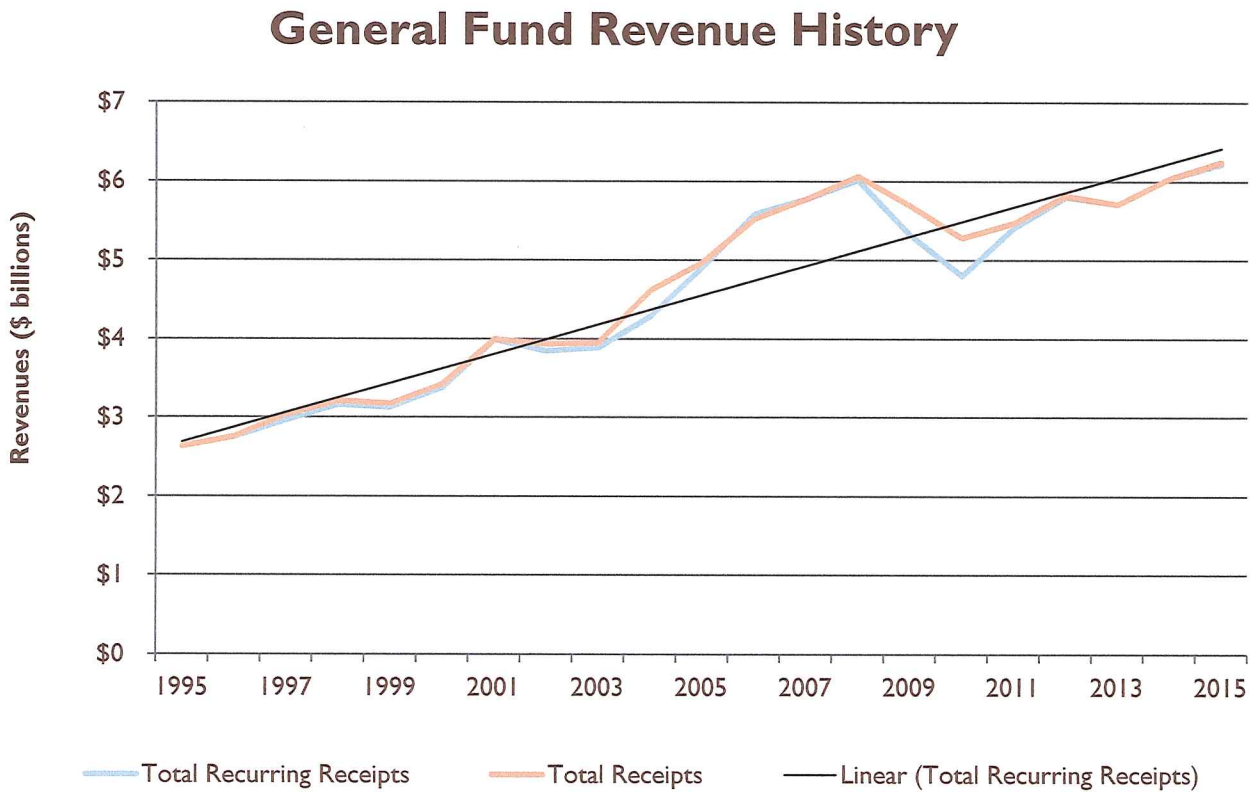
A

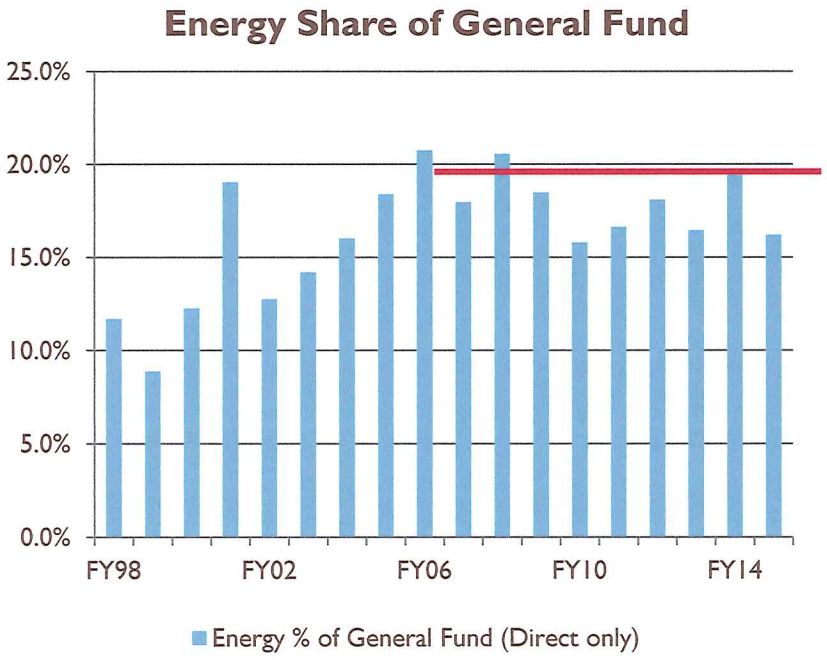
General Fund Revenue

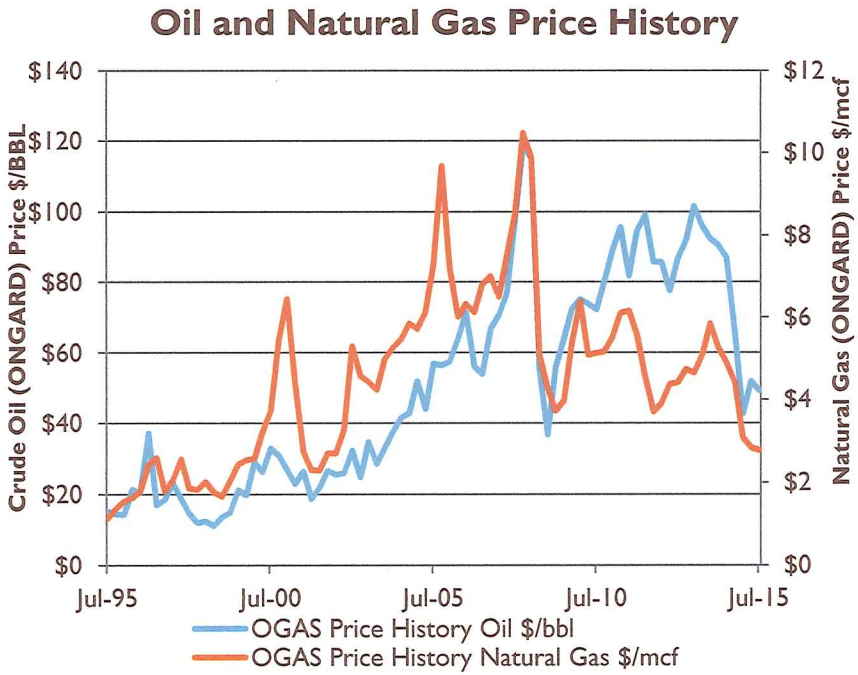


- Average annual growth rate in total revenues over this period has been 4.42%.

Energy Revenue

- New Mexico's revenue structure has become increasingly dependent upon oil and gas revenues, however, over the last ten years, oil and gas have exhibited long lasting stability as a revenue generator for the state.





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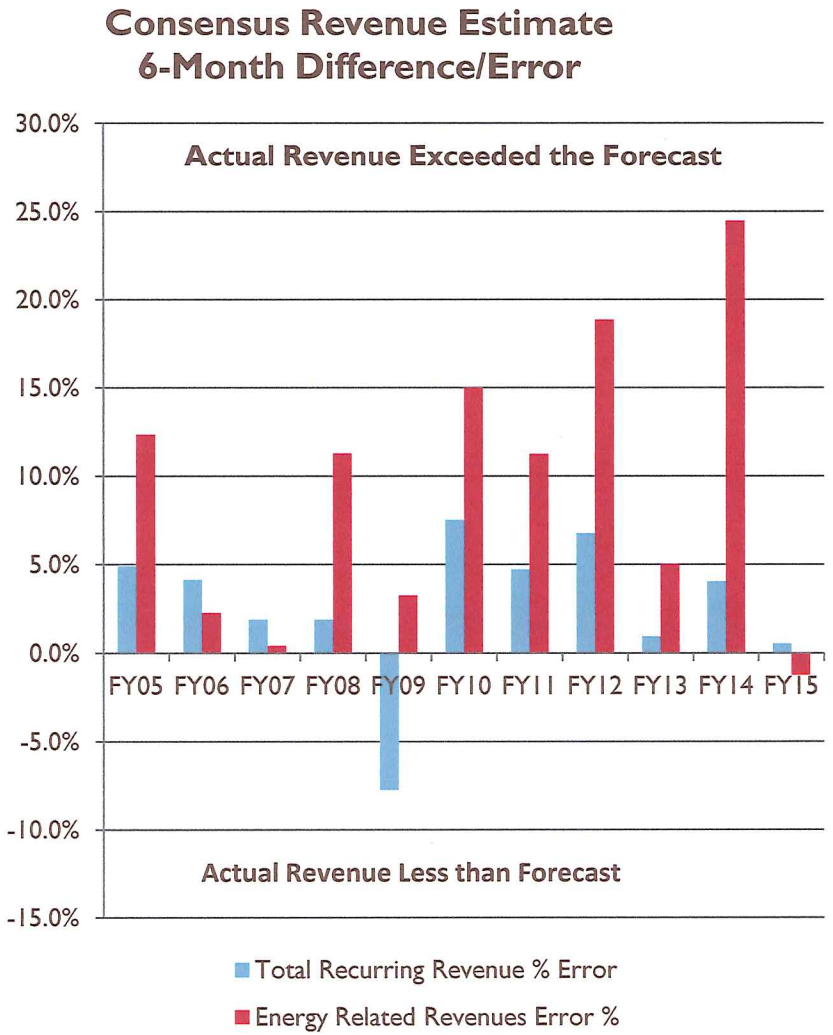
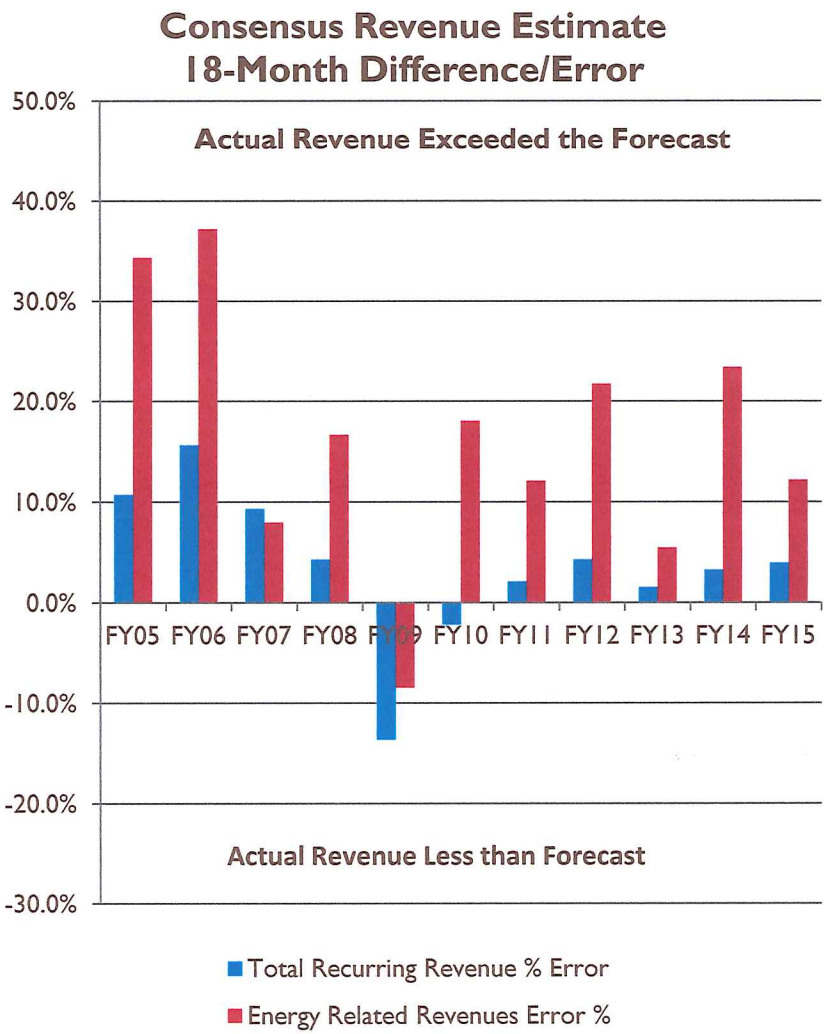
Consensus Revenue Estimates Variance





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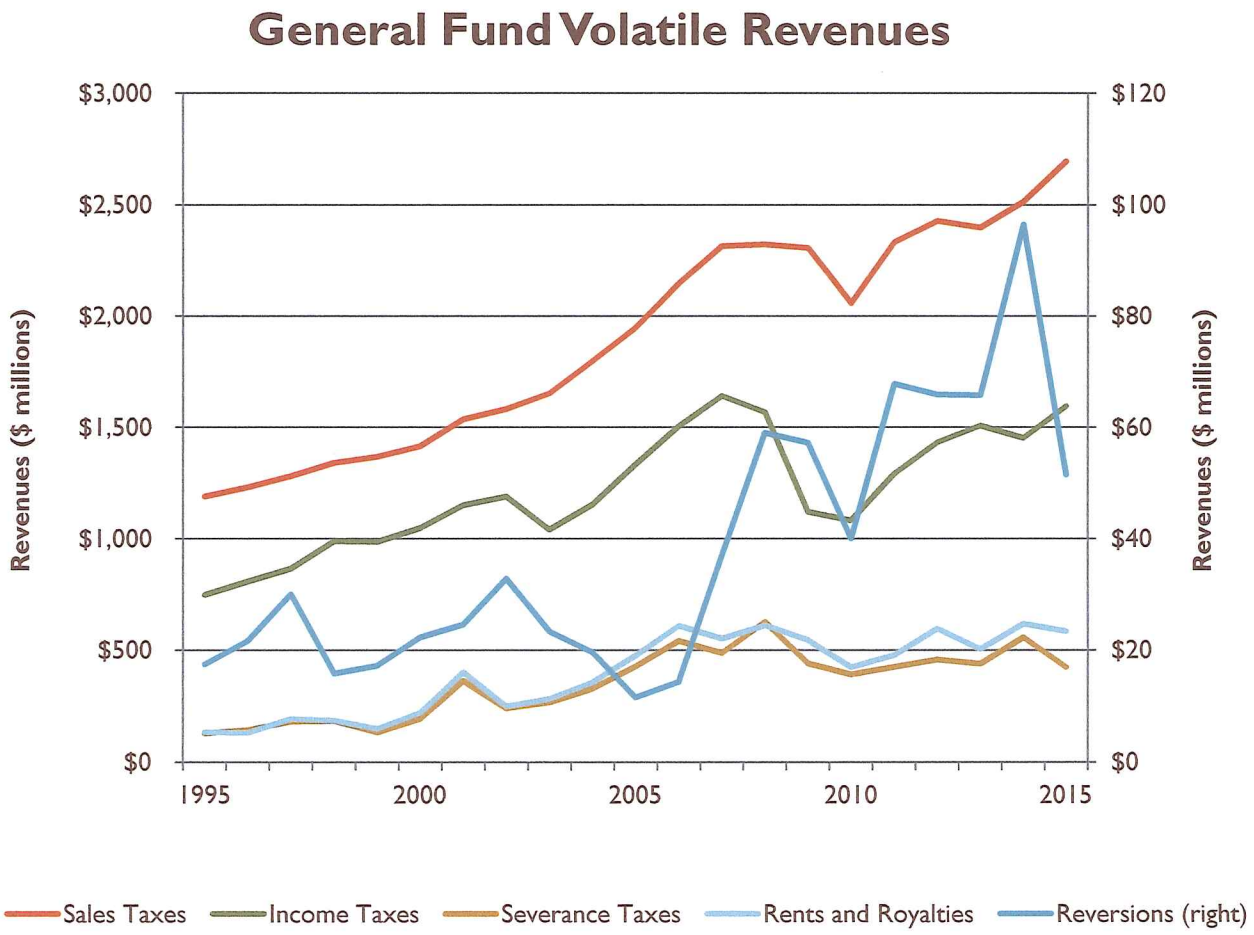
General Fund Volatile Revenues



Oil and Gas and the General Fund Reserves

- Significant downside risk for oil and gas compared with the August revenue estimate.
- Rule of Thumb:

  a $1 change in oil price indicates a $10 million change in General Fund Revenue.
- The LFC Revenue Tracking report shows moderate weakness. (see following pages)
- It is *premature to speculate* the outlook for the December revenue estimate. Also, some upside, the US economy and strong oil production could contribute to increasing revenues.
- Fortunately, FY15 preliminary revenues were over 2% greater than forecasted.
- General Fund reserves ended last year at approximately $625 million or ~10%.
- Appropriation requests for 2016 legislative session, summarized in an LFC activity report (see following pages)

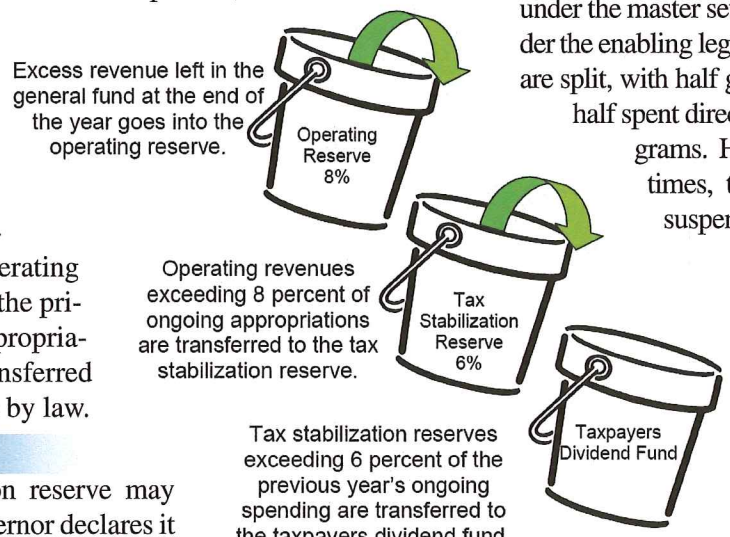
Legislative Finance Committee
FINANCE FACTS
Understanding State Financial Policy

General Fund Reserves

Because the New Mexico Constitution requires a balanced budget, state government maintains general fund reserves to cover any shortfalls if revenues are unexpectedly low or expenses are unexpectedly high. These rainy day funds are measured as a percentage of recurring appropriations – planned ongoing spending. The general fund reserves are made up of several distinct accounts: the operating reserve, tax stabilization reserve, appropriation contingency fund, taxpayers dividend fund, and state support reserve fund.

Operating Reserve

Revenues left at the end of the fiscal year are transferred to the operating reserve. If revenues come up short, the governor may transfer money from the operating reserve to cover authorized expenses. The amount the governor can transfer is capped by the Legislature each year in the General Appropriation Act. Once the operating reserve fund hits 8 percent of the prior budget year's recurring appropriations, the excess must be transferred to the tax stabilization reserve by law.



Tax Stabilization Reserve

Money in the tax stabilization reserve may only be appropriated if the governor declares it necessary and only with the vote of two-thirds of both the House and Senate. When the tax stabilization reserve balance reaches 6 percent of the previous fiscal year's recurring appropriations, state law requires the transfer of the excess funds to the taxpayers dividend fund.

Taxpayers Dividend Fund

If the taxpayers dividend fund balance exceeds 1 percent of state personal income tax collection, the governor must propose a method to refund the balance to the state's taxpayers in legislation to be considered at the next legislative session.

Appropriation Contingency Fund

The Legislature authorizes revenue going in and out of the appropriation contingency fund. A limited amount of the revenue in the fund can also be spent when the governor declares an emergency. The fund is mostly used to set aside money for use if certain circumstances come into play, such as the start-up of a new program moving faster than funded.

Tobacco Settlement Permanent Fund

The tobacco settlement permanent fund was created to hold payments to New Mexico from cigarette companies under the master settlement agreement of 1998. Under the enabling legislation, the settlement payments are split, with half going to the permanent fund and half spent directly on health and education programs. However, during economic hard times, the Legislature has temporarily suspended deposits into the permanent fund and put the entire amount into direct spending.

Money in the tobacco settlement permanent fund is invested by the State Investment Council and interest is credited to the fund. The Legislature may authorize spending from the fund for a budget shortfall only after balances in all other reserve accounts have been exhausted.

State Support Fund

On the first day of each fiscal year, remaining balances over $1 million in the public school district general obligation bonds loan fund are transferred to the state support reserve fund. Money in that fund may only be used to augment appropriations to public school districts for the state equalization guarantee distribution.

For More Information:

- The status of the New Mexico's reserve accounts can be found in the state's general fund financial summary, which is published on the State Board of Finance's website: www.board.nmdfa.state.nm.us.
- Statutes governing New Mexico's general fund reserves include: 6-4-2.1, 6-4-2.2, 6-4-2.3, 6-4-4, 6-4-9, 12-11-24, 22-8-31 NMSA 1978.

FISCAL YEAR 2016 GENERAL FUND MONTHLY REVENUE TRACKING

(dollars in millions; italics indicate preliminary actual revenue)

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	ESTIMATED REVENUE ACCRUALS												FY16	TRACKING CHANGE (Δ)			
	July Actual	Aug Prelim	Sept Est.	Oct Est.	Nov Est.	Dec Est.	Jan Est.	Feb Est.	Mar Est.	Apr Est.	May Est.	June Est.	Actual + Estimate	FY 16 Aug 15 Est	YTD % Δ	YTD $ Δ	FY15 Unaudited
Gross Receipts Tax	**167.2**	*167.5*	174.1	181.0	183.7	208.9	177.0	169.6	179.6	190.2	184.0	218.7	2,201.4	2,233.9	-1.5%	(32.5)	2,095.2
Compensating Tax	**2.5**	*3.3*	6.8	6.4	1.4	6.3	5.9	3.8	5.6	5.3	7.1	7.4	61.8	68.6	-9.8%	(6.7)	71.8
TOTAL GENERAL SALES TAXES	**169.8**	*170.8*	180.9	187.4	185.1	215.1	182.9	173.4	185.2	195.5	191.1	226.1	2,263.3	2,302.5	-1.7%	(39.2)	2,167.0
Tobacco Products & Cigarette Taxes	**6.0**	*7.3*	6.9	6.8	6.8	6.9	5.9	6.3	6.7	6.6	7.0	8.8	81.9	82.0	-0.1%	(0.1)	82.3
Liquor Excise Tax	**0.5**	*0.5*	0.5	0.6	0.6	0.7	0.4	0.5	0.6	0.5	0.6	0.7	6.7	6.7	-0.4%	(0.0)	26.3
Insurance Premiums Tax	**0.5**	*53.2*	0.5	4.0	50.4	3.5	2.8	28.8	1.2	1.4	34.3	1.2	181.7	183.0	-0.7%	(1.3)	190.0
Fire Protection Fund Reversion	-	-	-	-	-	-	-	-	-	-	-	14.0	14.0	14.0	0.0%	0.0	15.2
Motor Vehicle Excise Tax	**16.3**	*12.9*	12.2	12.2	10.1	10.5	11.8	11.0	13.5	13.1	13.3	13.0	150.0	146.0	2.8%	4.0	138.7
Gaming Excise Tax	**5.7**	*5.8*	5.6	5.3	5.4	5.7	5.5	5.8	6.5	5.6	6.0	5.6	68.7	68.9	-0.3%	(0.2)	70.4
Leased Vehicle Surcharge	**0.5**	*0.6*	0.5	0.5	0.4	0.4	0.3	0.3	0.4	0.4	0.5	0.5	5.3	5.2	1.1%	0.1	5.2
Other	**0.0**	-	-	-	-	-	-	-	-	-	-	-	0.0		NA	0.0	0.5
TOTAL SELECTIVE SALES TAXES	**29.6**	*80.4*	26.2	29.4	73.6	27.7	26.8	52.7	28.9	27.6	61.6	43.7	508.4	508.8	-0.1%	(0.4)	528.6
Withholding	**102.4**	*86.4*	104.5	96.8	95.3	133.1	94.7	98.6	125.6	94.0	97.7	114.5	1,243.7	1,247.4	-0.3%	(3.7)	1,179.1
Final Settlements & Estimated Payments	**-**	*16.7*	46.9	18.8	11.3	20.2	56.0	11.9	35.9	147.3	22.2	66.9	454.2	449.4	1.1%	4.7	433.5
Oil and Gas Withholding Tax	**-**	*2.6*	7.1	13.5	0.7	5.1	11.9	3.3	5.4	11.4	5.8	25.1	92.1	89.8	2.6%	2.3	101.8
Fiduciary Tax	**(0.1)**	*1.0*	(0.2)	0.1	0.8	3.0	0.5	(0.2)	9.9	0.6	3.5	(0.9)	18.2	20.3	-10.4%	(2.1)	7.5
Gross Personal Income Tax	**102.3**	*106.8*	158.4	129.3	108.2	161.4	163.2	113.7	176.8	253.3	129.2	205.5	1,808.1	1,806.9	0.1%	1.2	1,721.9
Refunds	**-**	*7.7*	9.6	10.2	7.8	103.9	94.8	71.7	48.6	20.2	13.7	8.5	396.6	403.6	-1.7%	(7.0)	355.5
Retiree Health Care	**2.4**	2.4	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.2	25.1	24.3	3.6%	0.9	26.7
Less: Refunds, distributions to other funds	**9.0**	10.1	11.6	12.2	9.8	105.9	96.8	73.7	50.6	22.3	15.7	10.7	428.3	427.9	0.1%	0.4	382.2
NET PERSONAL INCOME TAX	**93.3**	*96.6*	146.7	117.1	98.4	55.5	66.4	40.0	126.2	231.1	113.5	194.9	1,379.8	1,379.0	0.1%	0.8	1,339.7
Gross Corporate Payments	**-**	*(11.4)*	*3.6*	42.9	8.0	(5.4)	52.0	6.8	29.5	20.4	11.0	54.2	211.5	224.7	-5.9%	(13.1)	254.5
Less: Refunds, Credits & Adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	NA	0.0	0.0
NET CORPORATE INCOME TAX	**-**	*(11.4)*	*3.6*	42.9	8.0	(5.4)	52.0	6.8	29.5	20.4	11.0	54.2	211.5	224.7	-5.9%	(13.1)	254.5
TOTAL INCOME TAXES	**93.3**	*85.2*	150.4	160.0	106.3	50.2	118.3	46.8	155.7	251.4	124.5	249.1	1,591.3	1,603.7	-0.8%	(12.4)	1,594.2
Oil and Gas School Tax	**24.6**	27.4	25.2	27.3	26.5	28.6	28.7	26.3	30.5	29.3	27.8	28.1	330.4	331.8	-0.4%	(1.4)	375.4
Oil Conservation Tax	**1.2**	1.5	1.4	1.5	1.4	1.5	1.5	1.4	1.6	1.5	1.7	1.3	17.4	17.6	-1.5%	(0.3)	20.1
Resources Excise Tax	**1.1**	0.5	1.5	1.1	1.2	1.0	1.3	1.0	1.1	0.9	1.1	1.1	13.1	13.0	0.9%	0.1	13.3
Natural Gas Processors Tax	**1.6**	1.6	1.7	1.6	1.5	1.6	1.5	1.4	1.6	1.6	1.5	1.7	18.7	18.7	-0.1%	(0.0)	18.6
TOTAL MINERAL PROD. TAXES	**28.6**	31.0	29.8	31.5	30.7	32.6	33.0	30.1	34.7	33.3	32.2	32.2	379.5	381.1	-0.4%	(1.6)	427.5
LICENSE FEES	**2.2**	2.1	2.2	2.0	2.0	6.7	3.7	3.6	8.8	15.0	2.9	2.5	53.7	53.5	0.5%	0.3	55.9
Land Grant Perm. Fund Distributions	**46.2**	46.1	46.1	46.1	46.1	46.1	46.1	46.1	46.1	46.1	46.1	46.1	553.3	553.2	0.0%	0.1	502.8
State Treasurer's Earnings	**2.1**	4.5	0.3	3.2	2.1	2.6	4.0	4.9	1.4	1.1	1.0	3.6	31.0	29.9	3.8%	1.1	17.0
Severance Tax Perm. Fund Distributions	**16.1**	16.1	16.1	16.1	16.1	16.1	16.1	16.1	16.1	16.1	16.1	16.1	193.5	193.5	0.0%	0.0	182.7
TOTAL INVESTMENT EARNINGS	**64.4**	66.7	62.5	65.4	64.4	64.9	66.2	67.2	63.6	63.3	63.2	65.9	777.8	776.6	0.2%	1.2	702.5
Federal Mineral Leasing Royalties	**30.9**	*34.9*	*29.4*	*88.7*	36.5	30.1	30.5	24.1	29.8	20.8	19.1	22.8	397.7	420.0	-5.3%	(22.3)	542.2
State Land Office Bonuses, Rents	**9.9**	*2.2*	6.6	6.0	2.3	3.2	2.7	2.7	2.8	2.0	3.3	4.3	47.9	39.3	21.6%	8.5	42.2
TOTAL RENTS & ROYALTIES	**40.8**	*37.1*	36.0	94.7	38.8	33.3	33.2	26.9	32.6	22.8	22.4	27.1	445.5	459.3	-3.0%	(13.8)	584.4
TRIBAL REVENUE SHARING	**0.8**	*0.0*	16.0	0.1	0.0	15.3	0.2	0.1	16.2	0.1	0.1	16.1	65.0	64.3	1.1%	0.7	67.2
MISCELLANEOUS RECEIPTS	**0.8**	*1.2*	1.6	1.2	1.8	5.7	2.6	1.1	17.1	4.4	1.2	14.1	52.8	52.9	-0.2%	(0.1)	56.2
REVERSIONS	**0.0**	*0.0*	0.1	0.2	0.6	2.5	3.7	1.5	6.5	0.7	4.2	25.0	45.0	45.0	0.0%	0.0	58.6
TOTAL RECURRING REVENUE	**430.3**	**474.5**	**505.6**	**571.7**	**503.4**	**453.9**	**470.8**	**403.4**	**549.3**	**614.2**	**503.4**	**708.9**	**6,182.5**	**6,247.7**	**-1.0%**	**(65.3)**	**6,241.9**
Non-Recurring	**0.0**	-	-	-	-	-	-	-	-	-	-	-	5.5	5.5	NA	0.0	
TOTAL NON-RECURRING REVENUE	**0.0**	-	-	-	-	-	-	-	-	-	-	-	5.5	5.5	NA	0.0	
GRAND TOTAL REVENUE	**430.3**	**474.5**	**505.6**	**571.7**	**503.4**	**453.9**	**470.8**	**403.4**	**549.3**	**614.2**	**503.4**	**708.9**	**6,188.0**	**6,253.2**	**-1.0%**	**(65.3)**	

General Fund Financial Summary: August 2015 Consensus Revenue Estimate
RESERVE DETAIL
(in millions of dollars)

	Preliminary FY2015	Estimated FY2016	Estimated FY2017
OPERATING RESERVE			
Beginning Balance	$ 274.6	$ 232.2	
BOF Emergency Appropriations/Reversions	$ (1.5)		
Transfers from/to Appropriation Account	$ (25.8)	$ (12.0)	
Transfer to ACF/Other Appropriations	$ (15.0)	$ (20.0)	
Ending Balance	$ 232.2	$ 200.2	
APPROPRIATION CONTINGENCY FUND			
Beginning Balance	$ 18.4	$ 28.0	
Disaster Allotments	$ (12.6)	$ (22.0)	$ (22.0)
Other Appropriations	$ (0.5)		
Transfers In	$ 15.0	$ 20.0	
Revenue and Reversions	$ 7.7		
Ending Balance	$ 28.0	$ 26.0	
Education Lock Box			
Beginning Balance	$ 3.0	$ (0.1)	
Appropriations	$ (3.1)	$ -	
Transfers In	$ -	$ -	
Ending Balance	$ (0.1)	$ (0.1)	
Total of Appropriation Contingency Fund	$ 27.9	$ 25.9	
STATE SUPPORT FUND			
Beginning Balance	$ 1.0	$ 1.0	$ 1.0
Revenues	$ -	$ -	
Appropriations	$ -	$ -	
Ending Balance	$ 1.0	$ 1.0	$ 1.0
TOBACCO PERMANENT FUND			
Beginning Balance	$ 193.5	$ 223.8	$ 240.6
Transfers In	$ 35.0	$ 35.0	$ 35.0
Appropriation to Tobacco Settlement Program Fund	$ (19.2)	$ (17.5)	$ (17.5)
Gains/Losses	$ 14.5	$ 16.8	$ 18.0
Additional Transfers from TSPF (4)	$ -	$ (17.5)	$ -
Ending Balance	$ 223.8	$ 240.6	$ 276.2
TAX STABILIZATION RESERVE			
Beginning Balance	$ 147.5	$ 147.5	$ 147.5
Transfers In	$ -	$ -	$ -
Ending Balance	$ 147.5	$ 147.5	$ 147.5
GENERAL FUND ENDING BALANCES	**$ 632.4**	**$ 615.2**	
Percent of Recurring Appropriations	*10.3%*	*9.9%*	

Notes:

General Fund Financial Summary: August 2015 Consensus Revenue Estimate

(in millions of dollars)

August 25, 2015	Preliminary FY2015	Estimated FY2016	Estimated FY2017
APPROPRIATION ACCOUNT			
REVENUE			
Recurring Revenue			
February 2015 Consensus Forecast - Adj for Legislation	$ 6,114.7	$ 6,241.2	$ 6,527.6
August 2015 Consensus Revenue Update	$ 112.0	$ 6.6	$ 0.4
Total Recurring Revenue	$ 6,226.7	$ 6,247.8	$ 6,528.0
Nonrecurring Revenue			
February 2015 Consensus Forecast - Adj for Legislation	$ (0.5)	$ 5.5	$ -
August 2015 Consensus Revenue Update (1)	$ 25.1	$ -	$ -
Total Non-Recurring Revenue	$ 24.6	$ 5.5	$ -
TOTAL REVENUE	**$ 6,251.3**	**$ 6,253.3**	**$ 6,528.0**
APPROPRIATIONS			
Recurring Appropriations			New Money in FY17 is $293M (4.7%)
General Appropriation	$ 6,151.2	$ 6,235.3	
2015 Legislative Session Costs - Feed Bill	$ 10.1		
2015 Special Session - Supplementals	$ 4.3		
Total Recurring Appropriations	$ 6,165.6	$ 6,235.3	
Nonrecurring Appropriations			
Prior Year Appropriations	$ 13.4	$ -	
2014 Audit Adjustment	$ 3.0	$ -	
2015 Deficiencies, Supplementals, Specials	$ 81.4	$ -	
2015 IT Appropriations	$ 13.8	$ -	
2015 Special Session - Capital Outlay		$ 30.0	
Total Nonrecurring Appropriations	$ 111.5	$ 30.0	
TOTAL APPROPRIATIONS	**$ 6,277.1**	**$ 6,265.3**	
Transfer to (from) Reserves	$ (25.8)	$ (12.0)	
GENERAL FUND RESERVES			
Beginning Balances	$ 638.0	$ 632.5	
Transfers from (to) Appropriations Account	$ (25.8)	$ (12.0)	
Revenue and Reversions	$ 72.3	$ 71.8	
Appropriations, Expenditures and Transfers Out	$ (51.9)	$ (77.0)	
Ending Balances	**$ 632.5**	**$ 615.3**	
Reserves as a Percent of Recurring Appropriations	*10.3%*	*9.9%*	

Notes:

(1) - The August 2015 revenue update includes $20 million of nonrecurring revenue from the Office of the Superindent of Insurance (OSI) audit findings. The OSI audits relate to over-issued medicial insurance (NMMIP) credits.

2016 Legislative Session Special, Supplemental, and Deficiency Appropriations

(in thousands of dollars)

	Agency Code	Agency	Language	FY	R/N	Agency Request					
						General Fund	Other State Funds	ISF/IAT	Federal Funds	Other Funds/ Federal Funds	Total
	SPECIAL APPROPRIATIONS:										
1	215	NM Court of Appeals	For IT equipment.	16/17		$30.0				$0.0	$30.0
2	218	Administrative Office of the Courts	For judges pro-tempore.	16/17		$75.0				$0.0	$75.0
3	218	Administrative Office of the Courts	For reconfiguration of jury management system.	16/17		$100.0				$0.0	$100.0
4	218	Administrative Office of the Courts	For vehicles.	16/17		$150.0				$0.0	$150.0
5	218	Administrative Office of the Courts	To replace current reconciliation, cash receipt and suspense management system.	16/17		$220.0				$0.0	$220.0
6	218	Administrative Office of the Courts	For video arraignment equipment.	16/17		$257.7				$0.0	$257.7
7	218	Administrative Office of the Courts	For Odyssey upgrades.	16/17		$326.0				$0.0	$326.0
8	218	Administrative Office of the Courts	For IT equipment statewide.	16/17		$452.0				$0.0	$452.0
9	218	Administrative Office of the Courts	To replace furniture and equipment for magistrate courts.	16/17		$750.0				$0.0	$750.0
10	218	Administrative Office of the Courts	To replace furniture and equipment in district courts.	16/17		$1,419.4				$0.0	$1,419.4
11	219	Supreme Court Building Commission	For an engineering grounds study.	16/17		$20.0				$0.0	$20.0
12	252	2nd Judicial District Attorney	To fund eight additional attorneys and eight additional paralegal staff.	16/17	R	$1,249.0				$0.0	$1,249.0
13	264	Administrative Office of the District Attorneys	For one time IT equipment.	16/17		$360.0				$0.0	$360.0
14	264	Administrative Office of the District Attorneys	Any unexpended balances remaining at the end of fiscal year 2016 from revenues received in fiscal year 2016 and prior years by a district attorney from any Native American tribe, pueblo or political subdivision pursuant to a contract, memorandum of understanding, joint powers agreement or grant shall not revert and shall remain for use with the recipient district attorney's office. Prior to November 1, 2016, the administrative office of the district attorneys shall provide the department of finance and administration and the legislative finance committee a detailed report documenting the amount of all funds received from Native American tribes, pueblos and political subdivisions pursuant to a contract, memorandum of understanding, joint powers agreement or grant that do not revert at the end of fiscal year 2016 for each of the district attorneys and the administrative office of the district attorneys.			LANGUAGE ONLY					
15	264	Administrative Office of the District Attorneys	Any unexpended balances remaining at the end of fiscal year 2016 from revenues received in fiscal year 2016 and prior years by a district attorney or the administrative office of the district attorneys from the United States department of justice pursuant to the southwest border prosecution initiative shall not revert and shall remain for use with the recipient district attorney's office. Prior to November 1, 2016, the administrative office of the district attorneys shall provide to the department of finance and administration and the legislative finance committee a detailed report documenting the amount of all southwest border prosecution initiative funds that do not revert at the end of fiscal year 2016 for each of the district attorneys and the administrative office of the district attorneys.			LANGUAGE ONLY					
16	305	Attorney General	to purchase a mobile digital forensic laboratory vehicle for the internet crimes against children unit.	16/17	N		$209.0			$209.0	$209.0
17	305	Attorney General	The attorney general may expend remaining fund balances from the mortgage settlement fund to extend the keep your home New Mexico program through FY17.	16/17	N		$600.0			$600.0	$600.0

	Agency Code	Agency	Language	FY	R/N	Agency Request					
						General Fund	Other State Funds	ISF/IAT	Federal Funds	Other Funds/ Federal Funds	Total
18	305	Attorney General	for relocation of the Albuquerque office to a different facility.	16/17	N		$660.0			$660.0	$660.0
19	305	Attorney General	for water litigation on interstate streams and their tributaries	16/17	N		$3,000.0			$3,000.0	$3,000.0
20	333	Taxation and Revenue Department	For operating costs associated with anti-fraud/identity theft software program.	16/17	R	$300.0				$0.0	$300.0
21	340	Administrative Hearing Office	For moving expenses and for secure video conferencing equipment purchase.	16/17	N	$15.0				$0.0	$15.0
22	341	Department of Finance and Administration	For post go-live Hyperion support and configuration needs through June 30, 2017	16/17	N	$500.0				$0.0	$500.0
23	341	Department of Finance and Administration	For payment card industry and data security standards compliance program	16/17	N	$1,000.0				$0.0	$1,000.0
24	350	General Services Department	To eliminate historical losses (prior to FY13) in the State Printing and Graphics Services program of the General Services Department.	FY15	N	$278.9					$278.9
25	350	General Services Department	For operating expenses related to the maintenance and repair of state-owned facilities in Santa Fe under the jurisdiction of the Facilities Management Division of the General Services Department.	FY16	R	$1,086.9					$1,086.9
26	370	Secretary of State	to implement military and overseas voters electronic application and ballot tracking system.	16/17	N	$90.0				$0.0	$90.0
27	370	Secretary of State	conduct 2016 primary election	16	R	$574.0				$0.0	$574.0
28	370	Secretary of State	conduct 2016 general election	16/17	N	$1,164.9				$0.0	$1,164.9
29	370	Secretary of State	to supplement public election fund balance to disburse to candidates pursuant to 1-19A-10	16/17	N	$1,250.0				$0.0	$1,250.0
30	379	Public Employee Labor Relations Board	cover a deficiency in PS&EB incurred in FY15.	15	N	$1.3				$0.0	$1.3
31	417	Border Authority	For the extension of northbound hours of operation for commercial traffic for an additional four hours Monday through Friday at the Santa Teresa port of entry in New Mexico for one year.	16/17	N	$350.0				$0.0	$350.0
32	417	Border Authority	For the second phase of the railroad study conducted at Santa Teresa.	16/17	N	$2,000.0				$0.0	$2,000.0
33	419	Economic Development Department	For expenses associated with performing third party due diligence on Local Economic Development Act projects and post award auditing.	16/17	N	$50.0				$0.0	$50.0
34	419	Economic Development Department	To the development training fund for the job training incentive program.	16/17	N	$7,000.0				$0.0	$7,000.0
35	420	Regulation and Licensing Department	To cover salary adjustments for CID inspectors.	FY16	N	$150.0				$0.0	$150.0
36	440	Office of Superintendent of Insurance	For enhancements to the current insurance division electronic application licensing system and work associated with transitioning from the current system to the National Association of Insurance Commissioners state based system.	16/17	N		$150.0			$150.0	$150.0
37	446	Medical Board	For administrative hearing and litigation expenses.			LANGUAGE ONLY					
38	465	Gaming Control Board	To cover expenses for tribal litigation, arbitration, and mediation.	FY16/ 17	N	$200.0				$0.0	$200.0
39	465	Gaming Control Board	To cover expenses for tribal litigation, arbitration, and mediation.			LANGUAGE ONLY					
40	505	Cultural Affairs Department	For expenditure for marketing for museums and historic sites.	16/17	N	$150.0				$0.0	$150.0
41	505	Cultural Affairs Department	For expenditure in fiscal year 2017 for an economic development arts initiative.	17	N	$150.0				$0.0	$150.0
42	505	Cultural Affairs Department	For expenditure in fiscal year 2017 for additional staff to provide education, marketing, and outreach services in the museums, historic sites and archaeology programs.	17	R	$1,000.0				$0.0	$1,000.0

	Agency Code	Agency	Language	FY	R/N	Agency Request					
						General Fund	Other State Funds	ISF/IAT	Federal Funds	Other Funds/ Federal Funds	Total
43	505	Cultural Affairs Department	The period of time for expending the three hundred thousand dollars ($300,000) appropriated from the general fund in Subsection 31 of Section 5 of Chapter 101 of Laws 2015 for renovation and upgrades of exhibits at the museum of			LANGUAGE ONLY					
44	521	Energy, Minerals and Natural Resources	To establish a competitive grant program with state colleges and universities to pursue innovative uses of produced, brackish and alternative water resources.	16/17	N	$500.0				$0.0	$500.0
45	539	Commissioner of Public Lands	To complete the final phase of the back file conversion of rights of way surveys of state trust lands.	16/17	N		$1,100.0			$1,100.0	$1,100.0
46	539	Commissioner of Public Lands	For natural resource restoration and remediation of state trust lands. The appropriation is from the land office maintenance fund.	16/17	N		$2,000.0			$2,000.0	$2,000.0
47	550	Office of the State Engineer	For statewide groundwater sustainability studies.	16/17	N	$2,000.0				$0.0	$2,000.0
48	550	Office of the State Engineer	For water litigation on interstate streams and their tributaries	16/17	N	$3,000.0				$0.0	$3,000.0
49	609	Indian Affairs Department	To support the annual state tribal summit.	16/17	N	$25.0				$0.0	$25.0
50	630	Human Services Department	To hire and train 10 additional FTE within the Behavioral Health Services Division to take over the administrative services function currently provided by Optum Health. HSD estimates savings of $5.7 million (state and federal; a request is out for more detail on savings estimate) which could be used to provide direct BH services.	16/17	N	$408.6				$0.0	$408.6
51	632	Workers' Compensation Administration	To update an analysis of the state workers' compensation system	16/17	N		$250.0			$250.0	$250.0
52	645	Developmental Disabilities Planning	To replace the agency's 2007 bus used to assist its clients with transportation needs. The current bus is expensive to operate, has low capacity, is underpowered, and has a tendency to malfunction.	16/17	N	$65.0				$0.0	$65.0
53	665	Department of Health	To comply with all terms of the Developmental Disabilities Waiver Program Jackson Disengagement Order from the Federal Court in May 2015 for the State Defendants in fiscal year 2017.	16/17	N	$790.0		$950.0		$950.0	$1,740.0
54	665	Department of Health	To expand sexual violence prevention and therapeutic services in the Injury and Behavioral Health Epidemiology program in fiscal year 2016 and fiscal year 2017.	16/17	R	$1,000.0				$0.0	$1,000.0
55	665	Department of Health	To comply with all terms and timelines of the Waldrop Settlement Agreement approved and filed in Federal Court in May 2015 for the Developmental Disabilities Waiver Program in fiscal year 2017.	16/17	N	$3,955.7		$1,550.0		$1,550.0	$5,505.7
56	665	Department of Health	Any unexpended balances in the medical cannabis program of the department of health in the other revenues category remaining at the end of fiscal year 2016 shall not revert and shall be expended in fiscal year 2017 for the medical cannabis program.			LANGUAGE ONLY					
57	665	Department of Health	Any unexpended balances in the public health program of the department of health in the contractual services category from appropriations made from the county-supported Medicaid fund for the support of primary health care services related to the rural primary health care act remaining at the end of fiscal year 2016 shall not revert and shall be expended in fiscal year 2017 to support the primary health care services in the Public Health Program.			LANGUAGE ONLY					
58	665	Department of Health	Any unexpended balances in the public health program of the department of health in the Other Revenues category from appropriations made for the children's medical services for the support of children with special health care needs and complex medical conditions remaining at the end of fiscal year 2016 shall not revert and shall be expended in fiscal year 2017 for maintenance of the infrastructure to provide comprehensive services to children with special health care needs per HRSA federal requirements Social Security Act, Title V 45 CFR 75-307 program income shall be used in accord with the following alternatives, (A) Addition in the public health program.			LANGUAGE ONLY					
59	665	Department of Health	Any unexpended balances in the developmental disabilities support program of the department of health in the other financing uses category remaining at the end of the fiscal year 2016 from appropriations made from the general fund shall not revert to the general fund and shall be expended in the fiscal year 2017 to support the developmental disabilities Medicaid waiver program in the developmental disabilities support program of the department of health.			LANGUAGE ONLY					

	Agency Code	Agency	Language	FY	R/N	Agency Request General Fund	Other State Funds	ISF/IAT	Federal Funds	Other Funds/ Federal Funds	Total
60	665	Department of Health	Any unexpended balances in the public health program of the department of health in the Other Revenues category from appropriations made for the Title X Family Planning Program for the support of family planning and related preventive health services for teens, women and men remaining at the end of fiscal year 2016 shall not revert and shall be expended in fiscal year 2017 for program services per the Department of Health and Human Services Grants Policy Statement, Section II, Page 60, program income must be used as provided in the Notice of Award.			LANGUAGE ONLY					
61	690	Children, Youth and Families Department	For IT licenses, system maintenance, and software so all statewide public safety entities to receive access to CYFD FACTS system	16/17	N	$500.0				$0.0	$500.0
62	690	Children, Youth and Families Department	For replacement of IT equipment	16/17	N	$1,000.0				$0.0	$1,000.0
63	690	Children, Youth and Families Department	To partially fund relocating costs to the Child Wellness Center in Bernalillo County	16/17	N	$5,000.0				$0.0	$5,000.0
64	770	New Mexico Corrections Department	To cover pending lawsuits against the New Mexico corrections department not covered under the current risk management division insurance.	16/17	N	$3,000.0				$0.0	$3,000.0
65	770	New Mexico Corrections Department	For deferred maintenance at six public corrections facilities statewide. The appropriation is from fund balances.	16/17	R					$500.0	$500.0
66	790	Department of Public Safety	To fund an average twelve percent pay increase for forensic scientists for the last quarter of fiscal year 16.	16/17	R	$87.8				$0.0	$87.8
67	790	Department of Public Safety	To replace aging law enforcement breath testing instruments deployed statewide.	16/17	N	$301.9				$0.0	$301.9
68	790	Department of Public Safety	To fund contractual services to process pending latent fingerprint forensic cases.	16/17	R	$315.0				$0.0	$315.0
69	790	Department of Public Safety	For funding to implement an automated paperless document management and training records system for the law enforcement academy.	16/17	N	$432.8				$0.0	$432.8
70	790	Department of Public Safety	For funding to recruit and train experienced law enforcement officers for the department of public safety law enforcement program.	16/17	R	$556.0				$0.0	$556.0
71	790	Department of Public Safety	For replacement of law enforcement vehicles in the law enforcement program.	16/17	R	$4,203.9				$0.0	$4,203.9
72	924	Public Education Department	For expenditures associated with legal fees related to funding formula lawsuits.	16/17	N	$2,000.0				$0.0	$2,000.0
73	924	Public Education Department	For emergency support to school districts experiencing shortfalls. All requirements for distribution shall be in accordance with Section 22-8-30 NMSA 1978. Notwithstanding the provisions of Section 66-5-44 NMSA 1978 or other substantive law.	16/17	N	$4,000.0				$0.0	$4,000.0
74	950	Higher Education Department	To replenish the College Affordability Endowment Fund	16/17	N	$6,000.0				$0.0	$6,000.0
	SPECIAL APPROPRIATIONS TOTAL					**$61,861.8**	**$7,969.0**	**$2,500.0**	**$0.0**	**$10,469.0**	**$72,330.8**
	SUPPLEMENTAL AND DEFICIENCY APPROPRIATIONS:										
140	215	NM Court of Appeals	For a shortfall in other category.	15		$4.4				$0.0	$4.4
141	218	Administrative Office of the Courts	For risk management and DoIT costs incurred in 2015.	15		$107.6				$0.0	$107.6
142	218	Administrative Office of the Courts	For shortfall in court appointed attorney fund.	16		$395.5				$0.0	$395.5
143	218	Administrative Office of the Courts	For magistrate court to offset diminishing warrant enforcement fund balance.	16		$500.0				$0.0	$500.0

	Agency Code	Agency	Language	FY	R/N	Agency Request					
						General Fund	Other State Funds	ISF/IAT	Federal Funds	Other Funds/ Federal Funds	Total
144	218	Administrative Office of the Courts	For juror and interpreter costs incurred in 2014.	15		$547.1				$0.0	$547.1
145	218	Administrative Office of the Courts	For juror and interpreter costs in administrative support.	16		$571.8				$0.0	$571.8
146	243	13th Judicial District Court	For offsetting fund balance deficit.	15		$50.0				$0.0	$50.0
147	333	Taxation and Revenue Department	For a projected shortfall in the personal services and employee benefits category in the audit and compliance division of the tax administration act program in fiscal year 2016.	16	R	$500.0				$0.0	$500.0
148	333	Taxation and Revenue Department	To purchase anti-fraud/identity theft software program and for the operating costs associated with the software program.	16	N	$700.0				$0.0	$700.0
142	340	Administrative Hearing Office	For shortfall in the personal services and employee benefits category and for a contract hearing officer to conduct tax hearings.	16	R	$80.0				$0.0	$80.0
143	420	Regulation and Licensing Department	To train FID examination staff on new financial regulatory requirements stemming from Dodd Frank.	FY16/17	N		$65.0			$65.0	$65.0
144	505	Cultural Affairs Department	For a projected shortfall in personal services and employee benefits in the museums and historic sites program and program support program in fiscal year 2016.	16	N	$1,000.0				$0.0	$1,000.0
145	521	Energy, Minerals and Natural Resources	For a projected shortfall in state matching funds in the healthy forests program in fiscal year 2016.	16	N	$250.0				$0.0	$250.0
146	665	Department of Health	For increased general services department and department of information technology costs incurred in fiscal year 2016.	16	R	$455.2				$0.0	$455.2
147	665	Department of Health	For personnel costs in the vital records and health statistics bureau of the epidemiology and response program	16	R	$500.0				$0.0	$500.0
148	665	Department of Health	For trauma system funding	16	R	$1,000.0				$0.0	$1,000.0
149	665	Department of Health	For a shortfall in the Vaccination Purchasing Act immunization initiative in fiscal year 2016.	16	R	$3,000.0				$0.0	$3,000.0
150	665	Department of Health	For a shortfall in the personal services and employee benefits category for the facilities management program in fiscal year 2016.	16	R	$3,650.0				$0.0	$3,650.0
151	665	Department of Health	To comply with all terms and timelines of the Waldrop settlement agreement approved and filed in federal court in May 2015 for the developmental disabilities waiver program in fiscal year 2016.	16	N	$6,379.9	$1,033.6			$1,033.6	$7,413.5
152	667	Department of Environment	For environmental litigation, administrative hearings and regulatory matters. The appropriation is from the consumer settlement fund of the office of the attorney general. Any unexpended balances of the appropriation remaining at the end of any fiscal year shall not revert.	16/17	N					$0.0	$0.0
153	690	Children, Youth and Families Department	For a projected shortfall in PS&EB	16	R	$400.0				$0.0	$400.0
154	690	Children, Youth and Families Department	For the care and support of children in custody	16	N	$892.9			$644.2	$644.2	$1,537.1
155	770	New Mexico Corrections Department	For inmate growth and the treatment of hepatitis C.	16	R	$15,000.0				$0.0	$15,000.0
156	790	Department of Public Safety	For funding associated with the temporary relocation of the new Mexico state police district office in Espanola.	16	N	$95.0				$0.0	$95.0
157	790	Department of Public Safety	To fund an average eleven percent pay increase for law enforcement dispatchers for the last quarter of fiscal year 16.	16	R	$100.1				$0.0	$100.1
158	790	Department of Public Safety	Provide operational support for the state forensic laboratories and for the increasing cost of forensic casework in excess of the FY16 budget.	16	R	$111.0				$0.0	$111.0
159	805	Department of Transportation	the period of time for expending up to four hundred million dollars ($400,000,000) of other state funds and federal funds appropriations to the project design and construction program of the department of transportation pertaining to prior fiscal years is extended through fiscal year 2017.	16/17	R					$0.0	$0.0
160	805	Department of Transportation	the period of time for expending up to eighty million dollars ($80,000,000) of other state funds and federal funds appropriations to the highway operations program of the department of transportation pertaining to prior fiscal years is extended through fiscal year 2017.	16/17	R					$0.0	$0.0

	Agency Code	Agency	Language	FY	R/N	Agency Request					
						General Fund	Other State Funds	ISF/IAT	Federal Funds	Other Funds/ Federal Funds	Total
161	805	Department of Transportation	the period of time for expending up to eighty million dollars ($80,000,000) of other state funds and federal funds appropriations to the modal program of the department of transportation pertaining to prior fiscal years is extended through fiscal year 2017.	16/17	R					$0.0	$0.0
162	950	Higher Education Department	For the High Skills program.	16	R	$150.0				$0.0	$150.0
163	630	Human Services Department	To cover Medicaid expenses from FY14 and FY15, and a projected shortfall in FY16.	16/17	N	$47,218.0			$112,414.0	$112,414.0	$159,632.0
164	605	Martin Luther King Jr. Commission	For projected shortfall due to accounting errors.	15	N	$99.3				$0.0	$99.3
165	605	Martin Luther King Jr. Commission	For additional programming implemented by the commission.	16	N	$50.0				$0.0	$50.0
166	665	Department of Health	To comply with all terms of the Developmental Disabilities Waiver Program Jackson Disengagement Order from the Federal Court in May 2015 for the State Defendants in fiscal year 2016.	16		$1,439.3		$1,115.2		$1,115.2	$2,554.5
	SUPPLEMENTAL AND DEFICIENCY APPROPRIATIONS TOTAL					**$85,247.1**	**$1,098.6**	**$1,115.2**	**$113,058.2**	**$115,272.0**	**$200,519.1**

	SPECIAL, SUPPLEMENTAL, AND DEFICIENCY APPROPRIATIONS TOTAL					**$147,108.9**	**$9,067.6**	**$3,615.2**	**$113,058.2**	**$125,741.0**	**$272,849.9**

General Fund Reserves Ending FY15

- Significant share of General Fund reserves are restricted:
  - Tobacco Settlement Permanent Fund $228 million
  - Tax Stabilization Reserve $147 million
- Operating Reserve Balance, the state's "checking account", at $232.2 million, ~3.3%, is too low.
- Conventional reserve balance of 5% is commonly targeted for the "checking account".

Summary

- Options to consider:
  - Managing agency spending and per diem requests
  - Accept a lower reserve target; possibly as low as 6 percent
  - Move money from restricted reserves to operating reserves
  - Sweep surplus funds in the Treasury into the General Fund