

NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.

Only the most recent FIR version, excluding attachments, is available on the Intranet. Previously issued FIRs and attachments may be obtained from the LFC office in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

SPONSOR:	Lujan	DATE TYPED:	02/02/00	HB	417
SHORT TITLE:	Retiree Health Care Administration Building			SB	
				ANALYST:	Kehoe

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY00	FY01	FY00	FY01		
\$ 400.0				Non-Recurring	RHCF

(Parenthesis () Indicate Expenditure Decreases)

REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY00	FY01			
\$ 400.0			Non-Recurring	RHCF

(Parenthesis () Indicate Revenue Decreases)

Duplicates/Conflicts with/Companion to/Relates to

SOURCES OF INFORMATION

New Mexico Finance Authority (NMFA)

LFC Files

SUMMARY

Synopsis of Bill

House Bill 417 authorizes the NMFA to issue revenue bonds for an administration building for the Retiree Health Care Authority. The bill also appropriates \$400.0 from the Retiree Health Care Fund to the retiree Health Care Authority for the same purpose.

Significant Issues

House Bill 417 authorizes the Retiree Health Care Board to take the necessary action to provide for an administration building for the Retiree Health Care Authority. In addition, the bill authorizes the NMFA to issue up to \$2,500.0 in revenue bonds for the Retiree Health Care Authority's administration building. The first money received each month from employer and employee fees as contributions to the Retiree Health

Care Fund will be pledged for debt service, and the Retiree Health Care Authority will make monthly distributions of that revenue to the NMFA for debt service on the bonds. The \$400.0 appropriation from the Retiree Health Care Fund to the Retiree Health Care Authority is from the sale of the building owned by the Authority which is also to be used to plan, design, acquire, construct, equip and furnish the administration building.

FISCAL IMPLICATIONS

House Bill 417 appropriates \$400.0 in fiscal years 2000 through 2002 from the Retiree Health Care Fund, from the proceeds of the sale of a building, to the Retiree Health Care Authority for a building project. Any unexpended or unencumbered balance remaining at the end of fiscal year 2002 reverts to the Retiree Health Care Fund.

POSSIBLE QUESTIONS

- Where is the Retiree Health Care Authority administrative office currently located and where is the proposed location for the administration building?
- Is the Retiree Health Care Fund sufficiently solvent to obligate funds for the financing of an administration building?

LMK/njw