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FISCAL IMPACT REPORT

SPONSOR: Ingle DATE TYPED: 2/26/03 HB _____

SHORT TITLE: Office of Military Base Planning and Support SB 287/aSPAC

ANALYST: Collard

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY03	FY04	FY03	FY04		
	\$750.0			Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Duplicates HB 323

SOURCES OF INFORMATION

Responses Received From
 Economic Development Department
 Department of Military Affairs

Responses Not Received From
 Governor's Office

SUMMARY

Synopsis of SPAC Amendment

The Senate Public Affairs Committee increases the appropriation to \$750,000 for FY04 through FY06, which equals \$250,000 per year for the Office of Military Base Planning and Support.

Synopsis of Original Bill

Senate Bill 287 appropriates \$250.0 from the general fund to the Economic Development Department for the purpose of establishing the Office of Military Base Planning and Support and the Military Base Planning Commission.

Significant Issues

The purpose of the Office of Military Base Planning and Support is to ensure that all community-based organizations which support their respective military installations are receiving coordinated, focused support at the state level. The office will:

- ? Obtain and evaluate information about the federal government's plans relating to military base realignment and closure;
- ? Obtain and evaluate the impact of base realignment or closure on a local economy;
- ? Work with community organizations that support the bases;
- ? Ensure collaboration among the community organizations;
- ? Work with the state's congressional delegation on matters relating to base realignment or closure; and
- ? Advise the governor on measures necessary to ensure the presence of the military bases in New Mexico.

The Military Base Planning Commission will consist of 15 members, the secretary of the Economic Development Department, the lieutenant governor, and 13 members from the counties or adjoining counties in which military bases are located. These 13 members will be appointed by the governor and approved by the senate.

FISCAL IMPLICATIONS

The appropriation of \$250.0 contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY06 shall revert to the general fund.

ADMINISTRATIVE IMPLICATIONS

Enactment of this bill will result in the need for two additional FTE in the Economic Development Department; a director, and an administrative support position. The department indicates this cost is included in the \$250 thousand.

DUPLICATION

Senate Bill 287 duplicates House Bill 323.

OTHER SUBSTANTIVE ISSUES

The Economic Development Department indicates the federal government has approved a base closure and realignment round in 2005. It would be a tremendous economic impact to the state of New Mexico if a base is closed. The military bases in New Mexico have an economic impact of over \$5 billion, not including the technology start-ups.

KBC/njw