

LFC Requester:	Eric Chenier
-----------------------	---------------------

**AGENCY BILL ANALYSIS
2024 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, EMAIL ANALYSIS TO:

LFC@NMLEGIS.GOV

and

DFA@STATE.NM.US

{Include the bill no. in the email subject line, e.g., HB2, and only attach one bill analysis and related documentation per email message}

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Check all that apply:
Original **Amendment**
Correction **Substitute**

Date 1/5/24
Bill No: HB34

Sponsor: Rep. Pamela Herndon
Short STATE-RUN LONG-TERM REHAB
Title: FACILITY: APPROPRIATION

Agency Name and Code HCA – 630
Number: _____
Person Writing Alicia Salazar
Phone: 505-795-3920 **Email** Alicia.salazar2@hsd.nm.gov

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY24	FY25		
\$0	\$400,000	NA	HCA

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY24	FY25	FY26		
\$0	\$0	\$0	NA	NA

(Parenthesis () Indicate Expenditure Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY24	FY25	FY26	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	\$0	\$435,000(\$400,00 for study and \$35,000 for .5FTE)	\$0			

(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

Synopsis:

HB 34 is an act that appropriates \$400,000 to the Health Care Authority to conduct a study that identifies, and evaluates the merits of, strategies for creating a state-run long-term residential rehabilitation facility that treats individuals with substance use disorder.

FISCAL IMPLICATIONS

The Health Care Authority’s Behavioral Health Services Division (BHSD) would need .5 of an FTE to develop and issue a Request for Application (RFA) for a provider or research institute to conduct the study and monitor spending. This would be a total of \$35,000 for salary, fringe benefits, and operating costs.

SIGNIFICANT ISSUES

None

PERFORMANCE IMPLICATIONS

HCA will need to develop and issue the Request for Proposal or Application for the potential research institute that will conduct the study.

ADMINISTRATIVE IMPLICATIONS

None for HCA, however there may be administrative implications for the division in the future depending on the outcome of the study.

No IT impact.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

Relationship to HB 36. HB 36 is an act relating to behavioral health to create a long-term residential rehabilitation center to provide substance use treatment to people who are addicted to drugs and alcohol. This appropriation would be allocated to GSD to purchase a facility that will become a long- term residential rehabilitation center.

TECHNICAL ISSUES

None

OTHER SUBSTANTIVE ISSUES

The burden of substance use disorder among the NM population is well documented with regard to drug and alcohol injury and death. The drug overdose death rate in New Mexico has doubled in the last five years increasing from 24.6 deaths per 100,000 population in 2017 to 50.6 deaths per 100,000 population in 2021 (NMDOH Bureau of Vital Records and Health Statistics). Additional funding to support services for substance use disorders could help decrease substance related deaths and injuries.

ALTERNATIVES

None

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status Quo

AMENDMENTS

None