



	<b>FY23</b>	<b>FY24</b>	<b>FY25</b>	<b>3 Year Total Cost</b>	<b>Recurring or Nonrecurring</b>	<b>Fund Affected</b>
<b>Total</b>						

(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: N/A

Duplicates/Relates to Appropriation in the General Appropriation Act: N/A

**SECTION III: NARRATIVE**

**BILL SUMMARY**

Synopsis: This bill would direct at least two percent of the severance tax permanent fund to be invested in climate technology private equity funds, with a priority for funds that invest in companies bringing personnel to New Mexico or otherwise positively impact the State of New Mexico. The bill also defines terms for “climate technology” and “climate technology private equity fund.”

**FISCAL IMPLICATIONS**

None for EMNRD.

**SIGNIFICANT ISSUES**

This legislation would help grow the pool of available investment dollars for firms working to develop climate mitigation and resilience technology. New Mexico, and the rest of the world, will need to rely on emergent technologies to deal with the impacts of climate change. New Mexico has significant investible income and has an opportunity to grow those investments through investing in those technologies. Investing in developing climate technologies is likely to provide some benefit by supporting companies with technology that mitigate and/or minimize climate impacts. Prioritizing investments in companies that make investments in New Mexico helps foster economic diversification.

**PERFORMANCE IMPLICATIONS**

None for EMNRD.

**ADMINISTRATIVE IMPLICATIONS**

None for EMNRD.

**CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

N/A

**TECHNICAL ISSUES**

N/A

**OTHER SUBSTANTIVE ISSUES**

N/A

**ALTERNATIVES**

N/A

**WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

If this bill is not enacted, the severance tax permanent fund will not be required to invest in climate technology private equity funds.

**AMENDMENTS**

None.