

LFC Requester:

.C Carswell

**AGENCY BILL ANALYSIS
2024 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO:

Analysis.nmlegis.gov

{Analysis must be uploaded as a PDF}

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 2/8/2024

Bill No: SBs 300

Sponsor: George K. Munoz
Short Title: Public Peace, Health, Safety &

Agency Name and Code NMFA (385)
Number: _____
Person Writing Mark Lovato
Phone: 505-992-9629 Email mlovato@nmfa.net

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY24	FY25		
N/A	N/A	N/A	N/A

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY24	FY25	FY26		
N/A	N/A	N/A		

(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-	-0-	-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

Senate Finance Committee Substitute for SB 300 (“SBs 300”) authorizes the State Board of Finance (“SBOF”) to issue and sell severance tax bonds for specific transportation projects identified in Section 1.B of the bill and to appropriate the funds of those severance tax bonds upon certification by the New Mexico Department of Transportation (“NMDOT”) that the projects are sufficiently developed such that at least 85% of the proceeds will be spent within 3 years. Proceeds from the sale of severance tax bonds not expended within six months of completion of a project revert to the severance tax bonding fund.

SBs 300 further provides that the NMDOT may authorize the New Mexico Finance Authority (“NMFA”) to issue and sell state transportation bonds for specific projects identified in Section 2.A of the bill and requires the NMDOT to report to the legislature and the governor regarding the progress of those projects. SBs 300 also requires the NMDOT to report quarterly progress reports to the New Mexico Department of Finance and Administration and the legislative finance committee.

FISCAL IMPLICATIONS

Minimal fiscal and administrative implications as the NMFA already handles several outstanding NMDOT bonds, in the current amount of \$472,760,000. NMDOT reimburses NMFA semi-annually for any actual administrative costs incurred in the management of the bond portfolio.