

LFC Requester:

Joseph Simon

AGENCY BILL ANALYSIS - 2025 REGULAR SESSION**WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO****[AgencyAnalysis.nmlegis.gov](https://agencyanalysis.nmlegis.gov) and email to billanalysis@dfa.nm.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}***Date Prepared** 2/11/25*Check all that apply:***Bill Number:** HB0119Original ☐ Correction ☐Amendment ☒ Substitute ☐**Sponsor:** Kathleen Cates

Contract

Short Title: Adjustments Under**Agency Name****and Code**Dept. of Workforce Solutions-631**Number:****Person Writing** Sarita Nair**Phone:** 505-263-3187 **Email** Evan.Sanchez@dws.nm.gov**SECTION II: FISCAL IMPACT****APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY26	FY27		
0	0		

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY26	FY27	FY28		
0	0	0		

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY26	FY27	FY28	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

Synopsis:

This bill would require HCA to adjust and request adjustments for payments to contract, Medicaid and Medicare providers who experience cost escalations as a result of state law changes.

FISCAL IMPLICATIONS

This would not have fiscal implications to DWS.

SIGNIFICANT ISSUES

PERFORMANCE IMPLICATIONS

ADMINISTRATIVE IMPLICATIONS

HCA will need to pass rules to explain how to determine the amount a contractor's expenses are increased. For example, the expenses could be the value of actual sick leave taken or the value of all accruals.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

HB 305 addresses similar issues.

TECHNICAL ISSUES

The bill, as amended, incorporates DWS' suggestions from the initial FIR, by changing the language in sections 1, 2 and 3 to include changes in regulations.

OTHER SUBSTANTIVE ISSUES

None.

ALTERNATIVES

None.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

None.

AMENDMENTS