Fiscal impact reports (FIRs) are prepared by the Legislative Finance Committee (LFC) for standing finance committees of the New Mexico Legislature. LFC does not assume responsibility for the accuracy of these reports if they are used for other purposes.

Current and previously issued FIRs are available on the New Mexico Legislative Website (www.nmlegis.gov).

# FISCAL IMPACT REPORT

SPONSOR	Hickey/Ortiz y Pino	ORIGINAL DATE 1/29/2 LAST UPDATED	22 <b>HB</b>	
SHORT TITL	E Leg. Staff Report	t for Better Health Outcomes	SB	176

ANALYST Dinces

### **APPROPRIATION (dollars in thousands)**

Appropriation		Recurring	Fund	Agency Affected	
FY22	FY23	or Nonrecurring	Affected	rigono, rinouou	
	\$175.0	Nonrecurring	General fund	Legislative Council Service	
	\$175.0	Nonrecurring	General fund	Legislative Finance Committee	
Total	\$350.0	Nonrecurring	General fund		

(Parenthesis () Indicate Expenditure Decreases)

### **SOURCES OF INFORMATION** LFC Files

<u>Responses Received From</u> Legislative Council Service

#### SUMMARY

#### Synopsis of Bill

Senate Bill 176 appropriates \$175 thousand from the general fund to the Legislative Finance Committee and \$175 thousand from the general fund to the Legislative Council Service for the purpose of studying and reporting on health-related issues to support policy development for improving health outcomes statewide.

There is no effective date of this bill. It is assumed that the effective date is 90 days following adjournment of the Legislature.

### FISCAL IMPLICATIONS

The appropriation of \$350 thousand contained in this bill is a nonrecurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2023 shall revert to the general fund.

Beyond this appropriation there are no additional fiscal implications.

### SIGNIFICANT ISSUES

New Mexico generally has worse health outcomes than the nation and, depending on the outcome, performs worse than most neighboring states. For example New Mexico has the 17<sup>th</sup> highest mortality rate, the 14<sup>th</sup> highest rate of diabetes, and 12<sup>th</sup> highest rate of drug overdose deaths.

Understanding of the underlying causes of these outcomes may help the state create policy and practices to address these causes and improve outcomes as well as learn more about specific practices other states have implemented to improve their health outcomes.

Health Outcome	Rate	Ranking		
	761.8 (per			
Mortality Rate	100,000)	17 <sup>th</sup> highest		
	12.4 (per			
Diabetes	100)	14 <sup>th</sup> highest		
Drug Overdose Mortality	30.2 (per			
Rate	100,000)	12 <sup>th</sup> highest		
Source: Kaiser Family Foundation, America's Health Rankings				

#### New Mexico Rankings on Various Health Outcomes

## ADMINISTRATIVE IMPLICATIONS

LFC and LCS will have to hire appropriate contractors to conduct the analysis and report. However, the analysis may be able to be done without hiring of contractors as part of LCS or LFC work-plans for the 2023 fiscal year.

## ALTERNATIVES

The bill allows the LCS and LFC to use the funds for contract staff, however the offices may be able to conduct these analyses without additional contract staff, instead allocating current staff time to these projects.

SD/acv