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FISCAL IMPACT REPORT

ORIGINAL DATE 02/01/22

SPONSOR Soules LAST UPDATED 02/07/22 HB _____

SHORT TITLE Strengthen Relations with Taiwan SM 16

ANALYST Hitzman

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY22	FY23	FY24	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	Indeterminate but minimal	Indeterminate but minimal	Indeterminate but minimal	Indeterminate but minimal		

(Parenthesis () Indicate Expenditure Decreases)

Duplicates HM45

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

Senate Memorial 16 resolves that the senate of New Mexico support strengthening relations between the state, the United States, and Taiwan in trade, exchange of visits by officials, and support of organizations. The memorial encourages the governor and New Mexico to advance trade, tourism, cultural, and educational exchange opportunities with Taiwan and urges New Mexico legislators to support a United States-Taiwan bilateral trade agreement.

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

As noted in the bill:

The trade of goods and services between the United States and the Republic of China, also known as Taiwan, totaled an estimated one hundred five billion nine hundred million dollars (\$105,900,000,000) in 2020, with thirty-nine billion one hundred million dollars (\$39,100,000,000) in exports, excluding military sales, and sixty-six billion seven hundred million dollars (\$66,700,000,000) in imports, ranking Taiwan as the ninth-largest trading partner of the United States;

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By expanding trade and other exchange opportunities with Taiwan, SM16 may result in increased revenues and financial gains for the state resulting from exports and commerce, however the extent of that impact is indeterminate. Additional fiscal impacts related to the provisions in SM16 would likely be minimal, if any.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

Duplicates HM45.

JH/acv