LFC Requester:	Rachel Mercer-Garcia

AGENCY BILL ANALYSIS - 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

AgencyAnalysis.nmlegis.gov and email to billanalysis@dfa.nm.gov (Analysis must be uploaded as a PDF)

Date Prepared	2/5/25		Check all that apply:		
Bill Number:			Original _x Correction		
			Amendment Subst	itute	
Sponsor: Joseph Sanchez		Agency Nand Code Number:	e Dept. of World	kforce Solutions-631	
<u> </u>		Person V	Vriting		
Short Unemployment &	Analysis: Sarita Nair				
Title: & Disasters		Phone:	505-263-3187 Email Evan.Sanchez@dws.nm.gov		
SECTION II: FISCAL IMP	PACT				
A	PPROPRIAT	ION (dolla	ars in thousands)		
Appropri		TON (dolla	, 	Fund	
		`	Recurring or Nonrecurring	Fund Affected	
Appropi	riation FY2	`	Recurring		
Appropr FY26	riation FY2	7	Recurring		

	Recurring	Fund		
FY26	FY27	FY28	or Nonrecurring	Affected
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	No Fiscal Impact					

(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 addresses a fundamental unfairness in the existing unemployment compensation by allowing the Secretary to approve the waiving of the waiting week for Standard UI (STUI) claims in the case of state or federal declaration of a disaster or emergency. This will put the STUI claimants on even footing with federal disaster unemployment assistance.

FISCAL IMPLICATIONS

There is no fiscal impact attached to this bill because it does not change the maximum amount or duration of benefits; instead it starts the duration sooner.

SIGNIFICANT ISSUES

Standard unemployment claims under NM Unemployment Compensation Laws requires claimants to wait a week prior to receiving unemployment benefits after a claim has been filed. This bill gives the Secretary the discretion to waive the waiting week requirement on claims filed as a result of a federal or state emergency or disaster declaration, allowing affected claimants to receive benefits sooner. Currently, the waiting week is waived for claimants who do not qualify for standard unemployment benefits (STUI) and are therefore eligible for benefits under a federal Disaster Unemployment Assistance (DUA) program but is not waived if the claimant only qualifies for STUI benefits. This bill would allow for uniformity between the programs for claimants similarly affected no matter which benefit for which they are eligible. The waiver of the waiting week will not impact the duration of or the amount of benefits paid on the claim.

PERFORMANCE IMPLICATIONS

None.

ADMINISTRATIVE IMPLICATIONS

UIA (system) will need to be modified to implement this change should the Secretary approve this waiver for the specific disaster related claims. The system must be able to differentiate between claims filed by those affected by a state or federal emergency or disaster and other unemployment claims; this may have to be a manual process. This can be built into the ordinary course of system improvements.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

TECHNICAL ISSUES

None.

OTHER SUBSTANTIVE ISSUES

None.

ALTERNATIVES

None.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Absent the ability to waive the waiting week, some claimants experiencing unemployment due to declared emergencies or disasters will continue waiting an additional week before receiving unemployment benefits, while others will not, depending upon the program.

AMENDMENTS