LFC Requester:

AGENCY BILL ANALYSIS 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, EMAIL ANALYSIS TO:

LFC@NMLEGIS.GOV

and

DFA@STATE.NM.US

{Include the bill no. in the email subject line, e.g., HB2, and only attach one bill analysis and related documentation per email message}

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Chec	ek all that apply:	Date 1/28/2025
Original	X Amendment	Bill No: SB 112
Correction	Substitute	

		Agency Name	
		and Code	New Mexico State University/954
Sponsor:	Peter Wirth	Number:	New Mexico State Oniversity/954
Short	HIGHER ED HOUSING	Person Writing	Clayton Abbey
Title:	FACILITY PROPERTY TAX	Phone: 505-239-	8821 Email nmsufir@nmsu.edu

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring	Fund	
FY24	FY25	or Nonrecurring	Affected	

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring	Fund
FY24	FY25	FY26	or Nonrecurring	Affected

(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						

(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

<u>Synopsis:</u> Amendment allows for private entities to be considered exempt from property tax if they have a fractional interest (lease < 75 yrs) in property owned by a higher education institution and the property is being leased for purposes of the institution's residential housing for its students. This would expand the housing options for universities as there would be a greater interest from third parties in partnerships with the tax advantage for their private entities. Elimination of property tax reduces costs that would be passed on to students through rental rates. Currently NMSU does not lease any housing property/facilities.

FISCAL IMPLICATIONS

None

Note: major assumptions underlying fiscal impact should be documented.

Note: if additional operating budget impact is estimated, assumptions and calculations should be reported in this section.

SIGNIFICANT ISSUES

PERFORMANCE IMPLICATIONS

ADMINISTRATIVE IMPLICATIONS

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

TECHNICAL ISSUES

OTHER SUBSTANTIVE ISSUES

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

AMENDMENTS