

LFC Requester:

Kelly Klundt

**AGENCY BILL ANALYSIS - 2025 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

[AgencyAnalysis.nmlegis.gov](https://www.legis.nm.gov/AgencyAnalysis) and email to [billanalysis@dfa.nm.gov](mailto: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:** 1/29/2025 *Check all that apply:*  
**Bill Number:** SB175 Original  Correction   
 Amendment  Substitute

**Sponsor:** Heather Berghmans **Agency Name and Code Number:** ECECD 61100  
**Person Writing Analysis:** Elizabeth Groginsky  
**Short Title:** Employer Child Care Programs **Phone:** 505-231-2997 elizabeth.groginsky@ecd.nm.gov

**SECTION II: FISCAL IMPACT****APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
NFI	NFI		

(Parenthesis ( ) indicate expenditure decreases)

**REVENUE (dollars in thousands)**

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		
NFI	NFI	NFI		

(Parenthesis ( ) indicate revenue decreases)

**ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)**

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
<b>Total</b>						

(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: SB175 is an Act to amend the Child Care Facility Revolving Loan Fund Act, to add additional allowable uses for the fund. SB175 also allows ECECD and the New Mexico Finance Authority to enter into a contract for services with a provider or an employer seeking to expand child care programs for the employer's employees, subject to some limitations. SB175 additionally amends existing prioritization for award of loans to add prioritization for child care providers that are located in communities with "high poverty rates" and that provide nontraditional-hour child care.

#### **FISCAL IMPLICATIONS**

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**

None

#### **PERFORMANCE IMPLICATIONS**

None

#### **ADMINISTRATIVE IMPLICATIONS**

None

#### **CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

None

#### **TECHNICAL ISSUES**

SB175 adds additional prioritization categories, including child care providers that are located in communities with "high poverty rates." However "high poverty rates" is not defined.

#### **OTHER SUBSTANTIVE ISSUES**

#### **ALTERNATIVE**

None

#### **WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

If SB175 is not enacted, child care providers will not be able to apply for loans from the Child Care Facility Revolving Loan Fund for the expansion of child care programs (though providers will continue to be able to apply for loans for "space expansion"). Additionally, if this bill is not

enacted, employers seeking to create or expand child care programs for their employees will not be eligible to apply for loans under the Act.

**AMENDMENTS**

**None at this time.**