

LFC Requester:

**AGENCY BILL ANALYSIS - 2025 REGULAR SESSION**

**WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO**

**[AgencyAnalysis.nmlegis.gov](http://AgencyAnalysis.nmlegis.gov) 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:** 2/1/2025 *Check all that apply:*  
**Bill Number:** SB205 Original  Correction   
 Amendment  Substitute

<b>Sponsor:</b>	Michael Padilla, Cindy Nava, Meredith A. Dixon, Roberto "Bobby" J. Gonzales	<b>Agency Name and Code Number:</b>	Economic Development Department 41900
<b>Short Title:</b>	OFFICE OF HOUSING PLANNING & PRODUCTION	<b>Person Writing</b>	Rita C. Veleta
		<b>Phone:</b>	505-795-3186
		<b>Email:</b>	rita.veleta@edd.nm.gov

**SECTION II: FISCAL IMPACT**

**APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		

(Parenthesis ( ) indicate expenditure decreases)

**REVENUE (dollars in thousands)**

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		

(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: SB 190  
Duplicates/Relates to Appropriation in the General Appropriation Act

### **SECTION III: NARRATIVE**

#### **BILL SUMMARY**

Synopsis: This Senate Bill 205 (SB 205) establishes the Office of Housing Planning and Production, administratively attached to the New Mexico Department of Finance and Administration. The primary purpose of this office is to reduce housing costs, increase housing availability, especially for low-income and homeless populations, and address factors contributing to housing shortages. It will also focus on maximizing state resources, supporting local housing programs, promoting fair housing, and tracking progress through goal setting and data collection. The office will be led by a director appointed by the governor, with authority to hire staff as needed. The bill declares an emergency, enabling it to take effect immediately upon passage.

#### **FISCAL IMPLICATIONS**

#### **SIGNIFICANT ISSUES**

#### **PERFORMANCE IMPLICATIONS**

The office's responsibility to track housing progress through goal setting and data could ensure that housing initiatives are performance-driven, creating measurable impacts on local economies.

#### **ADMINISTRATIVE IMPLICATIONS**

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

To avoid duplication of efforts, the office would work with the New Mexico Mortgage Finance Authority (Housing New Mexico/MFA) to analyze existing programming and prioritize gaps and needs and build their programming around those findings. Because the Office does not intend to operate project based funding programs, this eliminated the most significant area of potential overlap.

#### **TECHNICAL ISSUES**

The Office of Housing Planning and Production would provide technical assistance to local governments, tribes, and regional entities to enhance housing regulations, support fair housing, expand development and funding capacity, strengthen homelessness services, and promote public-private partnerships. They would have to work closely with each with all of these entities otherwise there could be an overlap with existing housing programs.

#### **OTHER SUBSTANTIVE ISSUES**

Efforts to support low-income housing may improve economic equity, creating a more diverse and stable workforce. Investments in housing infrastructure may stimulate local economies, grow the availability of construction-related jobs, and create demand for materials and services. Additionally, improved housing availability can attract and retain a skilled workforce, benefiting

businesses across the state.

## **ALTERNATIVES**

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

Without state-led planning, housing shortages could continue, making it difficult for businesses to attract and retain employees. Moreover, if housing affordability is not addressed, economic growth will be stifled.

## **AMENDMENTS**