

LFC Requester:

Kelly Klundt

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)***SECTION I: GENERAL INFORMATION***{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}*Date Prepared: 2/4/25

Check all that apply:

Bill Number: SB261Original Correction Amendment Substitute

Agency Name

and Code

HCA-630

Number:

Sponsor: Sen. CamposShort Title: Hub and Spoke Pilot Project

Person Writing

Erica Leyba505-795-3163Email Erica.leyba@hca.nm.g**SECTION II: FISCAL IMPACT****APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
\$0.0	\$0.0	NA	NA

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		
\$0.0	\$0.0	\$0.0	NA	NA

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	\$0.0	\$0.0	\$0.0	\$0.0	NA	NA

(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: SB261 creates the hub-and-spoke pilot project as a five-year pilot project in the department of health to deliver preventive health care services at public schools in underserved areas of the state; defining terms; providing for project goals and parameters; assigning duties; making an appropriation. One million seven hundred fifty thousand dollars (\$1,750,000) is appropriated from the general fund to the department of health for expenditure in fiscal years 2026 through 2030 to implement and administer the hub-and-spoke pilot project. It is estimated to be 350,000 per year. Any unexpended or unencumbered balance remaining at the end of fiscal year 2030 shall revert to the general fund.

SB 261 requires the Department of Health:

- Implement a pilot project in the northeast region with an FQHC in San Miguel County with at least 5 school districts.
- Contract with a FQHC
- Collect and Compile data
- Collaborate with the Public Health Department (PED)
- Provide periodic reports and a final report to the governor and legislature by November 1, 2030

FISCAL IMPLICATIONS

SB 261 appropriates one million seven hundred fifty thousand dollars (\$1,750,000) from the general fund to the department of health for expenditure in fiscal years 2026 through 2030 to implement and administer the hub-and-spoke pilot project.

Although appropriations are not directed to HCA, the pilot project criteria describe Medicaid enrolled providers therefore preventative services may be Medicaid reimbursable. Medicaid reimbursement would financially support the sustainability of the pilot project.

SIGNIFICANT ISSUES

NA

PERFORMANCE IMPLICATIONS

If SB261 was enacted as written it has the potential to improve network adequacy and increase access for New Mexico Medicaid recipients to preventative services. The project may improve New Mexico Medicaid's performance in some Healthcare Effectiveness Data and Information Set (HEDIS) performance and participation in Well Child Visits.

ADMINISTRATIVE IMPLICATIONS

If SB261 was enacted as written it has the potential to require existing HCA staff resources to develop and implement additional policies, process and claims processing edits.

IT system edits required for this bill are anticipated to be completed at no additional cost.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

NA

TECHNICAL ISSUES

Although not clearly identified the bill appears to be in support of a DOH Office of School and Adolescent Health School Based Health Centers hub and spoke initiative.

OTHER SUBSTANTIVE ISSUES

NA

ALTERNATIVES

None suggested

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status quo

AMENDMENTS

None at this time.