

LFC Requester:	
-----------------------	--

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}

Check all that apply:

Original **Amendment**
Correction **Substitute**

Date Prepared: 2025-02-04
Bill No: *SB272

Sponsor(s) Crystal Brantley
 :

Agency Name and Code CYFD 69000
Number:

Person Writing Aaron Salas
Analysis:

Short Title: FOSTER PARENT &
 GUARDIAN INCOME TAX

Phone: 5055493411

Email: aaron.salas@cyfd.nm.gov

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY24	FY25		

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY24	FY25	FY26		

--	--	--	--	--

ESTIMATED ADDITIONAL OPERATION BUDGET (dollars in thousands)

	FY24	FY25	FY26	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	0	0	0			

Duplicates/Conflicts with/Companion to/Relates to:

Duplicates/Relates to Appropriation in the General Appropriation Act:

SECTION III: NARRATIVE

BILL SUMMARY

If enacted, SB 272 would allow an individual who is a foster parent of a child, a guardian of their grandchild, or has adopted their grandchild to be exempt from state income tax for that taxable year as long as the child or grandchild has not reached 18 years of age during that taxable year.

The bill defines the following:

* "foster parent" means a person licensed or certified by the Children, Youth and Families Department or a child placement agency to provide care for children in the custody of the department or agency.

* "guardian" means a person appointed as a guardian pursuant to the Kinship Guardianship Act.

FISCAL IMPLICATIONS

No fiscal implications for CYFD.

This will not require additional funding or work duties from our staff as processes are already in place to license foster parents for placements and to facilitate adoptions and guardianships.

SIGNIFICANT ISSUES

This bill does not specifically indicate if any and all licensed foster parents receive the tax credit regardless if children/youth were placed in their home for any amount of time throughout the calendar year. This bill also doesn't specifically exclude foster parents that did not have any children/youth placed in their home.

PERFORMANCE IMPLICATIONS

None identified.

This likely will contribute to foster parent recruitment/retention as well as support families who are adopting or taking guardianship of their grandchildren.

ADMINISTRATIVE IMPLICATIONS

None identified.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None identified.

TECHNICAL ISSUES

None identified.

OTHER SUBSTANTIVE ISSUES

None identified.

ALTERNATIVES

None.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status quo.

AMENDMENTS

None.