

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

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: 3/04/2025 *Check all that apply:*
Bill Number: SB 274/a Original Correction
 Amendment Substitute

Sponsor: Peter Wirth and Tara L. Lujan **Agency Name and Code** General Services Department – 350
Short Title: BOARD OF FINANCE **Number:** _____
APPROVAL FOR LAND SALES **Person Writing** Peter Barrington
Title: _____ **Phone:** 505-629-8936 **Email** Peter.Barrington@gsd.nm.us

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
N/A	N/A	N/A	N/A

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		
N/A	N/A	N/A	N/A	N/A

(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	N/A	N/A	N/A	N/A	N/A	N/A

(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:

As Amended

The Senate Finance Committee (SFC) amendment to SB274 extends the higher education department's approval authority for the sale or disposition of real or tangible personal property, valued over \$30,000, to community colleges.

Original

The proposed legislation changes the thresholds for State Board of Finance (SBOF) approval on sales, trades or leases of property by state agencies and local public bodies and removes reference to state educational institutions.

The effective date of this legislation is July 1, 2025.

FISCAL IMPLICATIONS

As Amended

The SFC addition of “community colleges” to SB274 will not have any fiscal or administrative impact on the General Services Department.

Original

The proposed bill has potential for positive fiscal implications to the facilities management division of the general services department, by reducing administrative costs related to SBOF compliance requirements for the sale, trade or lease real property with lower thresholds from the current threshold of more than twenty-five thousand dollars (\$25,000.00) to the proposed threshold of a consideration more than one hundred and fifty thousand dollars (\$150,000.00).

Additionally, the proposed bill provides Approval of Legislature Exceptions for any sale, trade or lease for a period exceeding twenty-five years in duration of real property belonging to any state agency, which sale, trade or lease shall be for a consideration of five hundred fifty thousand dollars (\$550,000) or more, shall be subject to the ratification and approval of the state legislature prior to the sale, trade or lease becoming effective. This proposed threshold increase is up from the current one hundred thousand dollars (\$100,000.00) threshold.

Again, increasing the thresholds for both the sale, trade or lease real property and approval of legislative exceptions will likely result in an administrative cost savings, thereby resulting in positive fiscal implications to the facilities management division of the general services department.

SIGNIFICANT ISSUES

N/A

PERFORMANCE IMPLICATIONS

Original

The proposed bill has potential for positive performance implications to the facilities management division of the general services department by reducing overall administrative costs related to SBOF compliance requirements for the sale, trade or lease real property with lower thresholds; by increasing the thresholds for both the sale, trade or lease real property and approval of legislative exceptions.

ADMINISTRATIVE IMPLICATIONS

Original

The proposed bill has positive administrative implications by reducing administrative costs related to SBOF compliance requirements for the sale, trade or lease real property with lower thresholds from the current threshold of more than twenty-five thousand dollars (\$25,000.00) to the proposed threshold of a consideration more than one hundred and fifty thousand dollars (\$150,000.00).

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

TECHNICAL ISSUES

OTHER SUBSTANTIVE ISSUES

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Original

The consequences of not enacting this bill will result in the status quo of current thresholds for State Board of Finance (SBOF) approval, as well as current approval of legislative exceptions on sales, trades or leases of property by state agencies and local public bodies.

AMENDMENTS