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| LFC Requester: | Sunny Liu |
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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: 2/6/2025 *Check all that apply:*
Bill Number: SB 286 Original Correction
 Amendment Substitute

| | | | |
|---------------------|--|-------------------------------------|--|
| Sponsor: | <u>Brandt, Townsend, Sharer, Scott, Lanier</u> | Agency Name and Code Number: | <u>New Mexico Education Trust Board 94900</u> |
| Short Title: | <u>EDUCATION FREEDOM ACCOUNT ACT</u> | Person Writing | <u>Natalie Cordova</u> |
| | | Phone: | <u>505-476-3862</u> Email <u>Natalie.cordova@etb.nm.gov</u> |

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

| Appropriation | | Recurring or Nonrecurring | Fund Affected |
|---------------|-----------|---------------------------|---------------|
| FY25 | FY26 | | |
| | \$100,580 | Non | General Fund |
| | | | |

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

| Estimated Revenue | | | Recurring or Nonrecurring | Fund Affected |
|-------------------|------|------|---------------------------|---------------|
| FY25 | FY26 | FY27 | | |
| None. | | | | |
| | | | | |

(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 | None. | | | | | |

(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: The bill introduces education freedom accounts for eligible students in New Mexico. The bill sets forth oversight, eligible expenses/uses and includes funding appropriations.

FISCAL IMPLICATIONS

Any fiscal implications to the New Mexico Education Trust Board are estimated as insignificant. If passed, this legislation may reduce the number of NM account owners opening or funding a 529 account for the purpose of utilizing funds for K-12, though not likely to be a significant amount.

SIGNIFICANT ISSUES -None identified.

PERFORMANCE IMPLICATIONS - None identified.

ADMINISTRATIVE IMPLICATIONS - None identified.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP - None identified.

TECHNICAL ISSUES - None identified.

OTHER SUBSTANTIVE ISSUES - None identified.

ALTERNATIVES - None identified.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL - None identified.

AMENDMENTS – N/A