

**LFC Requester:****Austin Davidson****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:** 2/17/2025*Check all that apply:***Bill Number:** SB 408Original  Correction Amendment  Substitute **Sponsor:** Sens. David M. Gallegos, Pete Campos, and Roberto "Bobby" J. Gonzales**Agency Name and Code Number:**Office of the State Engineer 550**Person Writing Analysis:**Alfred Walker**Short Title:** State Architectural and Engineering Contracts(505) 372-Alfred.walker@ose.nm.g**Phone:** 8851**Email:** ov**SECTION II: FISCAL IMPACT****APPROPRIATION (dollars in thousands)**

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

(Parenthesis ( ) indicate expenditure decreases)

**REVENUE (dollars in thousands)**

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		
NFI	NFI	NFI	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
<b>Total</b>	NFI	NFI	NFI	NFI	N/A	N/A

(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: None  
Duplicates/Relates to Appropriation in the General Appropriation Act: None

### **SECTION III: NARRATIVE**

#### **BILL SUMMARY**

##### Synopsis:

This bill amends NMSA 1978, Section 13-1-154.1 to raise the aggregate limits of certain contracts, and limits for certain individual contracts, that agencies may enter into. The amendment to paragraph A raises the limit of a single architectural or engineering contract from \$650,000 to \$2,000,000. The amendments to paragraph B change limits from one construction contract and all renewals to all construction contracts and all renewals and from \$12,500,000 over three years to \$30,000,000 over 10 years. The amendments to paragraph D change the limits over four years for existing contracts for architectural or engineering contracts from \$7,500,000 to \$15,000,000; and the limits for construction from \$12,500,000 over three years to \$30,000,000 over 10 years.

#### **FISCAL IMPLICATIONS**

None

#### **SIGNIFICANT ISSUES**

None

#### **PERFORMANCE IMPLICATIONS**

None

#### **ADMINISTRATIVE IMPLICATIONS**

None

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

None

#### **TECHNICAL ISSUES**

None

#### **OTHER SUBSTANTIVE ISSUES**

None

#### **ALTERNATIVES**

None

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

The consequence of not enacting this bill would be to maintain current and possibly outdated contract expenditure limits.

## **AMENDMENTS**

None