

LFC Requester:

Conor Jorgensen

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: 2/25/25 *Check all that apply:*
Bill Number: SB464 Original Correction
 Amendment Substitute

Sponsor: Sen Gonzales **Agency Name and Code** HCA-630
Short Title: UNM Fund and Distribution **Number:** _____
Person Writing Paoze Her
Phone: _____ **Email** Paoze.her@hca.nm.gov

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	\$4,000.0	\$4,000.0	Recurring	Othr Rev from UNM-School of Medicine to the Univ. School of Medicine Fund
	\$4,000.0	\$4,000.00		

(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
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(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: Section 1(C) of Senate Bill (SB) 464 provides a distribution of the net receipts from the governmental gross receipts tax paid by hospitals licensed by the Health Care Authority (HCA) to the university school of medicine fund created in Section 2. The HCA administers this fund and subject to legislative appropriation for construction and reconstruction of the university school of medicine. The bill also requires the university school of medicine to deposit \$4.0 million a year of non-state funds into the university school of medicine fund from July 1, 2025 through 2034.

FISCAL IMPLICATIONS

HB 464 creates the university school of medicine fund to deposit the distribution of the net governmental gross receipts tax paid by hospitals licensed by HCA and a deposit of \$4.0 million a year of non-state funds from the university school of medicine from July 1, 2025 through 20234. Other than the HCA is to administer this fund, there is no fiscal impact to the Medicaid program.

SIGNIFICANT ISSUES

HB 464 proposes to add a new distribution section to Section 7-1-6.38 that stated, “A distribution pursuant to Section 7-1-6.1 NMSA 1978 shall be made to the university school of medicine fund in an amount equal to the net receipts attributable to the governmental gross receipts tax that are attributable to a hospital licensed by the health care authority.” This language is unclear and appears to mean the net receipts of the governmental gross receipts tax paid by all hospitals. If it means the net receipts of governmental gross receipts tax from all hospitals, then the distribution to this fund is significantly large.

PERFORMANCE IMPLICATIONS

None

ADMINISTRATIVE IMPLICATIONS

None

No IT impact.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None

TECHNICAL ISSUES

See significance issue.

OTHER SUBSTANTIVE ISSUES

None

ALTERNATIVES

None

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status Quo

AMENDMENTS