

**MINUTES
of the
FOURTH MEETING
of the
NEW MEXICO FINANCE AUTHORITY OVERSIGHT COMMITTEE**

**October 5-6, 2023
Northern New Mexico College
912 North Paseo De Onate
Española**

The fourth meeting of the New Mexico Finance Authority Oversight Committee for the 2023 interim was called to order by Representative Joy Garratt, chair, at 9:26 a.m. on Thursday, October 5, 2023, at Northern New Mexico College in Espanola.

Present

Rep. Joy Garratt, Chair
Sen. Michael Padilla, Vice Chair
Rep. John Block
Rep. Kathleen Cates*
Rep. Art De La Cruz*
Rep. Harry Garcia
Rep. Susan K. Herrera
Sen. Daniel A. Ivey-Soto (10/5)
Rep. Willie D. Madrid
Sen. Nancy Rodriguez
Rep. Andrea Romero (10/5)*
Rep. Luis M. Terrazas (10/5)
Rep. Elizabeth "Liz" Thomson

Advisory Members

Rep. Tara L. Lujan (10/6)
Sen. Shannon D. Pinto (10/6)

Guest Legislator

Rep. Joseph Sanchez (10/5)

Absent

Sen. Joseph Cervantes
Rep. Jack Chatfield
Sen. David M. Gallegos
Sen. Ron Griggs
Sen. Siah Correa Hemphill
Rep. Joshua N. Hernandez
Sen. Stuart Ingle
Rep. D. Wonda Johnson
Rep. Patricia A. Lundstrom
Rep. Patricia Roybal Caballero
Rep. Linda Serrato

Absent

Rep. Ambrose Castellano
Rep. Eleanor Chávez
Rep. Dayan Hochman-Vigil
Rep. T. Ryan Lane
Rep. Greg Nibert
Rep. Kristina Ortez

(Attendance dates are noted for those members not present for the entire meeting.)

*Appointed by the speaker of the house of representatives as a voting member for this meeting only.

Staff

Sabina Gaynor, Staff Attorney, Legislative Council Service (LCS)
Clinton Turner, Fiscal Analyst, LCS
Patrick Falance, Committee Coordinator, LCS

Guests

The guest list is in the meeting file.

Handouts

Handouts and other written testimony are in the meeting file and posted on the legislature's website.

References to Webcast

The time reference noted next to each agenda item in this document is cross-referenced to the webcast of the committee meeting, which can be found at www.nmlegis.gov, under the "Webcast" tab. The presentations made and committee discussions for agenda items can be found on the recorded webcast for this meeting.

Thursday, October 5**Welcome and Introductions (9:26 a.m.)**

Representative Garratt welcomed everyone and asked members of the committee to introduce themselves.

Ivan Lopez-Hurtado, Ph.D., provost and vice president for academic affairs, Northern New Mexico College, and Denise Montoya, Ph.D., chief of staff and vice president for finance and administration, Northern New Mexico College, provided a welcome on behalf of Northern New Mexico College.

Request for Additional Funding for Behavioral Health Capital Fund, Primary Care Capital Fund, Economic Development Revolving Fund and Child Care Facility Revolving Loan Fund (10:26 a.m.)

Marquita Russel, chief executive officer, New Mexico Finance Authority (NMFA), and John Brooks, chief of programs, NMFA, provided a presentation on future appropriation requests of the NMFA to properly capitalize the Behavioral Health Capital Fund, the Primary Care Capital Fund, the Economic Development Revolving Fund and the Child Care Facility Revolving Loan Fund. Senator Padilla and Representative Garratt noted that they would be sponsoring legislation to adequately fund those funds. The presentation can be found here:

<https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%202%20CCRLF,%20PCCF%20and%20BHCF%20Funding%20Request%2010-2023.pdf>.

Approval of Minutes (11:12 a.m.)

On a motion made and seconded, and without opposition, the committee voted to approve the minutes of the July 28, 2023 and September 7-8, 2023 meetings.

Approval of Rules Governing the Capital Access Loan Guarantee Program from the Economic Development Revolving Fund; Approval of Amended and Restated Rules Governing Loan Participations from the Economic Development Revolving Fund; Approval of Amended and Restated Rules Governing Direct Lending Activities (11:13 a.m.)

Ms. Russel, Mr. Brooks and Ryan Marie Decker, policy and capital strategist, NMFA, provided a presentation on proposed changes to the rules governing the Capital Access Loan Guarantee program from the Economic Development Revolving Fund; the amended and restated rules governing loan participations from the Economic Development Revolving Fund; and the amended and restated rules governing direct lending activities. Representative Garratt informed the committee that the rules would be considered for approval at the November 1-2, 2023 committee meeting. The presentation materials can be found here:

<https://www.nmlegis.gov/Committee/Handouts?CommitteeCode=NMFA&Date=10/5/2023&ItemNumber=1>.

Update on the Opportunity Enterprise Revolving Fund (12:37 p.m.)

Ms. Russel, Ms. Decker and Brian DuBoff, managing director, Community and Economic Development, NMFA, provided an update on the Opportunity Enterprise Revolving Fund. The presentation can be found here:

<https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%203%20Opportunity%20Enterprise%20Update%20to%20NMFAOC%2010-5-2023.pdf>.

Capital Outlay and Nonprofits (1:29 p.m.)

Senator Ivey-Soto; Tsiporah Nephesh, founder, New Mexico Thrives; and Ms. Russel provided a presentation on proposed legislation relating to nonprofit capital funding. The presentation can be found here:

<https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%204%20Nonprofit%20Capital.pdf>.

Water Trust Board Update and Overview of the Water Project Fund (2:46 p.m.)

Ms. Russel and Mike Hamman, state engineer, Office of the State Engineer, and chair, Water Trust Board, provided updates from the Water Trust Board and an overview of the Water Project Fund. The presentation can be found here:

[https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%205%20oversight%20WTB%2010-2023%20\(3\).pdf](https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%205%20oversight%20WTB%2010-2023%20(3).pdf).

Tour of Domestic Water System (3:30 p.m.)

Committee members took a tour of the Agua Sana Water Users Association water system.

Recess

The meeting recessed at 5:05 p.m.

Friday, October 6**Reconvene**

The meeting reconvened at 9:10 a.m.

Annual Report and Update from the New Mexico Renewable Energy Transmission Authority (9:12 a.m.)

Fernando Martinez, executive director, New Mexico Renewable Energy Transmission Authority, and Lynn Mostoller, general counsel, New Mexico Renewable Energy Transmission Authority, and general counsel, Sutin, Thayer & Browne, provided a presentation regarding the New Mexico Renewable Energy Transmission Authority's annual report. The presentation can be found here:

<https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%206%20NMRETA%20Annual%20Report%202023.pdf>.

Update on the Charter School Facility Revolving Loan Fund (10:43 a.m.)

Matthew Pahl, executive director, Public Charter Schools of New Mexico, Ms. Russel and Ms. Decker provided updates on the Charter School Facility Revolving Loan Fund. The presentation can be found here:

[https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%207%20Update%20on%20Charter%20Revolving%20Loan%20Fund%20\(3\).pdf](https://www.nmlegis.gov/handouts/NMFA%20100523%20Item%207%20Update%20on%20Charter%20Revolving%20Loan%20Fund%20(3).pdf).

Adjournment

There being no further business before the committee, the meeting adjourned at 12:20 p.m.