# LEGISLATIVE EDUCATION STUDY COMMITTEE BILL ANALYSIS

Bill No: HB 478 48th Legislature, 2nd Session, 2008

Short Title: State High School Basketball Tournament

Sponsor(s): Representatives Ben Lujan and Henry Kiki Saavedra

Analyst: <u>James Ball</u> Date: <u>January 29, 2008</u>

## **Bill Summary:**

HB 478 makes an appropriation for the annual state high school basketball tournament for costs associated with personnel, management, security, custodial services, utilities, and rental of facilities.

### **Fiscal Impact:**

\$100,000 is appropriated from the General Fund to the Public Education Department (PED) for expenditure in FY 09. The bill contains a reversion clause.

#### **Issues:**

According to the PED analysis of an identical bill in 2007:

- The cost of using the University of New Mexico Arena, commonly known as the PIT, for the annual high school state basketball tournament is \$30,000 per day. This amount includes expenses such as personnel, management, security, custodian services, utility, and rental costs.
- The annual tournament is five days in March and includes both the boys and girls state tournament.
- The state tournaments for basketball, football, and cheerleading produce revenue for the New Mexico Activities Association (NMAA). The annual state high school basketball tournament is the primary revenue-producing activity for NMAA.
- NMAA enlists the support of numerous corporate sponsors for the tournament.
- Other sports (i.e. swimming and diving, wrestling, soccer, tennis) do not provide revenue for NMAA.
- NMAA needs to make approximately \$300,000 above costs from the annual state high school basketball tournament to help pay for the other state tournaments.

#### **Related Bills:**

None to date.