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FISCAL IMPACT REPORT

SPONSOR Dodge **ORIGINAL DATE** 2/27/17
LAST UPDATED 3/3/17 **HB** 452/aHAFC/ec

SHORT TITLE FY2017 Fund Transfers **SB** _____

ANALYST Armstrong

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY17	FY18	FY19		
\$1,586.5			Nonrecurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY17	FY18		
\$1,586.5		Nonrecurring	Various Other State Funds appropriated to the General Fund (see "Fiscal Implications")

(Parenthesis () Indicate Revenue Decreases)

Relates to HB6, SB113

SOURCES OF INFORMATION

LFC Files

Responses Received From

Retiree Healthcare Authority (RHCA)
 Regulation and Licensing Department (RLD)
 Office of the Superintendent of Insurance (OSI)
 NM Environment Department (NMED)
 Public Education Department (PED)

Responses Not Received From

Department of Finance and Administration (DFA)
 General Services Department (GSD)
 Board of Nursing (BON)
 Higher Education Department (HED)

SUMMARY

Synopsis of HAFC Amendment

The House Appropriations and Finance Committee amendment reduced the amount of certain transfers as shown in the table below to address concerns raised by agencies.

Synopsis of Original Bill

House Bill 452 (HB452) bill transfers cash balances in certain funds to the general fund.

FISCAL IMPLICATIONS

As amended, HB452 transfers nearly \$1.6 million to the general fund from the following funds:

Agency	Fund Name	Original Amount	Amendmend Amount
RHCA	Discount Prescription Drug Program Fund	\$16.9	\$16.9
GSD	Property Control Reserve Fund	\$808.0	\$808.0
RLD	Landscape Architects Fund	\$100.0	\$0.0
RLD	Pharmacy Fund	\$100.0	\$91.7
RLD	Board of Dental Health Care Fund	\$50.0	\$50.0
RLD	Construction Industries Publications Fund	\$43.2	\$43.2
RLD	Interior Design Board Fund	\$17.5	\$17.5
OSI	Insurance Examination Fund	\$1.4	\$1.4
BON	Board of Nursing Fund	\$8.0	\$8.0
NMED	Radiologic Technology Fund	\$180.2	\$140.2
NMED	Solid Waste Facility Grant Fund	\$170.8	\$85.0
NMED	Voluntary Remediation Fund	\$77.0	\$30.0
PED	Teacher Professional Development Fund	\$78.9	\$78.9
PED	Incentives for School Improvement Fund	\$46.3	\$46.3
PED	Charter Schools Stimulus Fund	\$14.2	\$14.2
PED	Educational Technology Fund	\$14.2	\$14.2
PED	Family and Youth Resource Fund	\$1.1	\$1.1
HED	Program Development Enhancement Fund	\$139.9	\$139.9
Total		\$1,867.6	\$1,586.5

SIGNIFICANT ISSUES

Prior to the start of the 2017 legislative session, the Department of Finance and Administration (DFA) and Legislative Finance Committee (LFC) staff worked to identify fund balances available to transfer to the general fund that were not budgeted and would not impact agency operations. To do this, staff relied on agency projected FY17 ending fund balances and the amounts recommended for FY18 operating budgets.

Senate Bill 113 (SB113) transferred fund balances identified by DFA and LFC in excess of \$200 thousand, and HB452 includes smaller amounts identified; except the \$808 thousand from the property control reserve fund that was agreed on by DFA and LFC staff following the passage of SB113.

RELATIONSHIP

As noted above, SB113, enacted earlier in the 2017 session, transferred \$47.2 million from various other state funds to the general fund.

JA/jle