

Fiscal impact reports (FIRs) are prepared by the Legislative Finance Committee (LFC) for standing finance committees of the NM Legislature. The LFC does not assume responsibility for the accuracy of these reports if they are used for other purposes.

Current and previously issued FIRs are available on the NM Legislative Website ([www.nmlegis.gov](http://www.nmlegis.gov)) and may also be obtained from the LFC in Suite 101 of the State Capitol Building North.

## FISCAL IMPACT REPORT

SPONSOR Salazar ORIGINAL DATE 1/17/19  
LAST UPDATED \_\_\_\_\_ HB 97

SHORT TITLE Local Government Investment Pool Participants SB \_\_\_\_\_

ANALYST Jorgensen

### ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY19	FY20	FY21	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
<b>Total</b>	NFI	NFI	NFI	NFI		

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

#### Responses Received From

Education Retirement Board (ERB)  
Public Employees Retirement Association (PERA)  
State Treasurer's Office (STO)

### SUMMARY

#### Synopsis of Bill

HB 97 amends Section 6-10-10.1 NMSA 1978 to specifically allow the Public Employees Retirement Association (PERA), Educational Retirement Board (ERB) and the State Investment Council (SIC) to participate in the local government investment pool.

### FISCAL IMPLICATIONS

None of the affected agencies anticipated additional costs associated with passage of HB 97.

### SIGNIFICANT ISSUES

The Local Government Investment Pool (LGIP) Section 6-10-10.1 allows public entities to voluntarily participate with the LGIP for their short-term (liquid) investment needs. To address concerns that investing agencies may not fit within the definition of an "eligible governing body" because they are not separate legal entities, this legislation adds a separate subsection that states ERB, PERA and SIC may invest in the LGIP.

CJ/sb