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## FISCAL IMPACT REPORT

ORIGINAL DATE 2/16/19

SPONSOR Pinto LAST UPDATED \_\_\_\_\_ HB \_\_\_\_\_

SHORT TITLE Capital Outlay Project Planning Training SB 588

ANALYST Armstrong

### APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY19	FY20		
	\$125.0	Recurring	General Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

LFC Files

Responses Received From

Indian Affairs Department (IAD)

### SUMMARY

#### Synopsis of Bill

Senate Bill 588 appropriates \$125 thousand from the general fund to IAD to develop training programs to teach tribal leaders how to plan and develop capital outlay projects.

### FISCAL IMPLICATIONS

The appropriation of \$125 thousand contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY20 shall revert to the general fund.

### SIGNIFICANT ISSUES

IAD's operating budget includes funding for the agency to conduct multiple trainings and kick-off project meetings to all New Mexico nations, tribes and pueblos (NTP) in the areas of applying for funding, severance tax bonds, general obligation bonds, capital outlay process and timelines, inter-governmental agreement requirements, notices of obligations (to include procurement and third-party agreements), request for reimbursement process, monthly database and paper reporting, tracking expenditures, Executive Order 2013-0006 compliance, project closeout and final reporting. The IAD also conducts quarterly project reconciliation meetings with the Navajo Nation at various Chapters in New Mexico and other areas within the state.

Agency analysis notes:

In order to build capacity, economic growth and development with all NTP, IAD can develop or contract services to develop training specifics that cover the many aspects of planning and developing capital outlay projects, including: engineering, architectural planning, design specifications, rights-of way, environmental, Bureau of Indian Affairs regulations, procurement of third-party vendors, and construction.

This training could be conducted as a series, in a regional capacity, or all at once. The development of the training content could be contracted out to other tribal professionals who currently provide capital outlay programming for their tribe. The cost for a venue to hold the training would depend on any in-kind donation for venue space, or the number of trainings conducted.

### **TECHNICAL ISSUES**

Line 19 indicates the capital outlay training program be developed for tribal leaders; IAD suggests the wording of the bill include other relevant tribal project and program staff.

JA/gb