

LFC Requester:

Cally Carswell

**AGENCY BILL ANALYSIS - 2025 REGULAR SESSION****WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO****[AgencyAnalysis.nmlegis.gov](https://www.legis.nm.gov/AgencyAnalysis) and email to [billanalysis@dfa.nm.gov](mailto:billanalysis@dfa.nm.gov)****(Analysis must be uploaded as a PDF)****SECTION I: GENERAL INFORMATION***{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}***Date Prepared:** 1/31/2025*Check all that apply:***Bill Number:** HB 206Original  Correction Amendment  Substitute Reps. Susan K. Herrera, Patricia  
A. Lundstrom, Raymundo Lara,  
Kristina Ortez, & Martin R.**Agency Name  
and Code  
Number:**Office of the State Engineer  
550**Sponsor:** Zamora**Person Writing  
Analysis:**Uday V. Joshi**Short  
Title:** NMFA Water Project Fund  
Projects**Phone:** (505) 476-  
7405**Email**: Uday.Joshi@ose.nm.gov**SECTION II: FISCAL IMPACT****APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
NFI	NFI	NA	NA

(Parenthesis ( ) indicate expenditure decreases)

**REVENUE (dollars in thousands)**

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		
NFI	NFI	NFI	NA	NA

(Parenthesis ( ) indicate revenue decreases)

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

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected

<b>Total</b>	NFI	NFI	NFI	NFI	NA	NA
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(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: None known

Duplicates/Relates to Appropriation in the General Appropriation Act: None known

**SECTION III: NARRATIVE**

**BILL SUMMARY**

Synopsis:

Section 1 of HB 206 would authorize the New Mexico Finance Authority to make loans or grants to qualifying entities from the Water Project Fund pursuant to the Water Project Finance Act, §72-4A-9, NMSA, 1978 for 66 qualifying water projects on terms and conditions as established by the New Mexico Finance Authority and the Water Trust Board. The projects were fully evaluated by a technical team from seven agencies using criteria and policies established by the Water Trust Board.

Section 2 would declare an emergency such that the act takes effect immediately.

**FISCAL IMPLICATIONS**

The 66 projects contained in this bill will cost approximately \$179.6 million from the water project fund. Since this will come from existing monies in the fund, this is not listed as an “appropriation” above.

**SIGNIFICANT ISSUES**

None identified

**PERFORMANCE IMPLICATIONS**

None identified

**ADMINISTRATIVE IMPLICATIONS**

None identified

**CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

None identified

**TECHNICAL ISSUES**

None identified

**OTHER SUBSTANTIVE ISSUES**

None identified

## **ALTERNATIVES**

None identified

## **WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

The 66 qualifying water projects being contemplated under HB 206 could not be funded through loans or grants from the Water Project Fund.

## **AMENDMENTS**

None identified