LFC Requester: Joseph Simon

AGENCY BILL ANALYSIS - 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

AgencyAnalysis.nmlegis.gov and email to billanalysis@dfa.nm.gov

(Analysis must be uploaded as a PDF)

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Date Prepared: February 14, 2025 *Check all that apply:* **Bill Number:** HB 416 Original X Correction Amendment Substitute

> **Agency Name** NM Educational Retirement Board

and Code - 35200

Number: **Sponsor:** Cynthia Borrego

> Public Employee Pension **Person Writing** Jacob Maule

Phone: 505-531-6739 Email Jacob.maule@erb.nm. Changes Title:

SECTION II: FISCAL IMPACT

Short

APPROPRIATION (dollars in thousands)

Appropr	iation	Recurring	Fund	
FY25	FY26	or Nonrecurring	Affected	
0	0			

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

	Estimated Revenue	Recurring	Fund	
FY25	FY26	FY27	or Nonrecurring	Affected
0	0	0		ERB Trust Fund

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY25	FY26	FY27	Recurring or Nonrecurring	Fund Affected
Total	0	0	0		ERB Trust Fund

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: Duplicates/Relates to Appropriation in the General Appropriation Act

SECTION III: NARRATIVE

BILL SUMMARY

<u>Synopsis</u>: The bill makes numerous changes to PERA statutes. Section 6 of the bill clarifies what member information PERA may disclose to the public and allows PERA to share member information with ERB for the purpose of administering the Public Employees Retirement Reciprocity Act.

FISCAL IMPLICATIONS

No fiscal impact to the Educational Retirement Board.

SIGNIFICANT ISSUES

Section 6 eliminates a significant barrier that currently prevents the PERA from sharing member information with ERB. The Public Employees Retirement Reciprocity Act calls upon ERB and PERA to work together and share information necessary to process retirements of public employees who are members of both PERA and ERB. However, the current statutory language prevents PERA from sharing necessary information with ERB to carry out the Act.

PERFORMANCE IMPLICATIONS

ADMINISTRATIVE IMPLICATIONS

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

This bill is a duplicate of Senate Bill 337.

TECHNICAL ISSUES

OTHER SUBSTANTIVE ISSUES

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Failure to enact section 6 of the bill will result in continued difficulties with processing reciprocity retirements. This is due to PERA's current inability to share necessary information with ERB in order to accomplish the purpose and direction of the Public Employees Retirement Reciprocity Act.

AMENDMENTS