

LFC Requester:

Lance Chilton

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*(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: 3/4/25 *Check all that apply:*
Bill Number: HM45 Original X Correction ___
 Amendment ___ Substitute ___

Sponsor: Rep. Andrea Romero **Agency Name and Code** HCA 630
Short Title: _____ **Number:** _____
 _____ HCA/MAD Kathy Leyba
Phone: 505-795-3763 **Email:** [Katherine.Leyba@hca.](mailto:Katherine.Leyba@hca.hca.nm.gov)

SECTION II: FISCAL IMPACT**APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
None	None	None	None

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		
None	None	None	None	None

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	None	None	None	None	None	None

(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

Synopsis:

House Memorial 45 (HM 45) is a memorial requesting the Legislative Finance Committee to investigate the effects of Federal actions on residents of New Mexico and on the State. HM 45 requests a report of investigative findings and recommendations by July 31, 2025.

FISCAL IMPLICATIONS

HM 45 focuses on concerns about cuts to federal programs, job losses, and potential national security risks due to DOGE's access to sensitive government information. The Health Care Authority (HCA) oversees several programs that are funded with federal monies including Medicaid, Supplemental Nutrition Assistance Program (SNAP), Temporary Assistance for Needy Families (TANF), and Low-Income Housing Energy Assistance Program (LIHEAP). 87% (\$10.8 billion) of the FY26 HCA Executive Recommendation is federal funds, and 84% (\$8.1 billion) of HCA's FY25 Operating Budget is supported with federal funds. The federal funds are used to issue benefits and cover some administrative costs such as salaries, fringe benefits, supplies and other costs that is associated with providing services. Currently, Income Support Division (ISD) issued a total of \$2,375,617.71 in combined federal benefits, this benefit assisted 552,721 families in New Mexico (NM). The federal cuts will impact the number of families that will have access to the program.

SIGNIFICANT ISSUES

The LFC study would investigate the impacts of President Trump's and DOGE's actions on the employment of federal employees in New Mexico. Currently, Secretary Nair of New Mexico's Department of Workforce solutions estimates that some 30,000 working-age adults are employed in the state's federal civilian workforce [New Mexico to fired federal workers: Join us • Source New Mexico](#)

The LFC study would also investigate federal-funded work being performed New Mexico. The Health Care Authority's Medical Assistance Division (HCA-MAD) expects to receive \$8,883,895,360 of federal money in Federal Fiscal Year 2025 (FFY 2025) supporting the Medicaid program. Currently, the state's Medicaid program covers the costs of health care goods and services for some 873,444 individuals – nearly 40% of the state's population. HCA-MAD estimates the state's health care provider-workforce could be at risk of losing as much as \$2,589,610,000 in FFY 2025 federal funding from federal policy initiatives under review.

PERFORMANCE IMPLICATIONS

LFC's study should investigate the impact on health care access and costs for New Mexicans and the State due to loss of employment or reduced access to care as a result of any federal budgetary cuts recommended by President Trump or DOGE.

Loss of access to health care may increase poor health care outcomes and risks of chronic and co-morbid health conditions. Potential Health Care impacts due to the loss of federal jobs or funding that could affect New Mexicans are as follows:

- Loss of employer sponsored health insurance
- Increased enrollment for State Medicaid benefits
- Cuts to federally sponsored health care services
- Reduction in the Health Care workforce
- Health Care Facility Closures

ADMINISTRATIVE IMPLICATIONS

None

No IT impact.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None

TECHNICAL ISSUES

None

OTHER SUBSTANTIVE ISSUES

HM 45 would provide an investigative report with recommendation that will assist in understanding the impact on constituents of New Mexico receiving assistance from the Federally Funded Programs.

ALTERNATIVES

None

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status quo

AMENDMENTS