

LFC Requester:	Emily Hilla
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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)

SECTION I: GENERAL INFORMATION

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

Date Prepared: 1/23/25 *Check all that apply:*
Bill Number: SB83 Original Correction
 Amendment Substitute

Sponsor: Sen. Mimi Stewart **Agency Name and Code:** 430 – Public Regulation Commission
Short Title: Innovation in State Government Fund **Number:** _____
Person Writing: Jacqueline Ortiz
Phone: (505)490-2696 **Email:** jerri.mares@prc.nm.gov

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
	\$10,000	Nonrecurring	General Fund
	\$7,500	Nonrecurring	Innovation in state government fund

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		

(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						

(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:

This bill creates a new nonreverting fund, the “innovation in state government fund.” The fund would begin with a ten million dollar (\$10,000,000) transfer from the general fund and would continue to be funded by distributions, appropriations, gifts, grants, donations and bequests made to the fund and income from the investment of the fund.

Money in the fund may be appropriated to state agencies to create master plans and increase agency capacity to achieve net-zero admissions; implement sustainable economic policies; provide technical support to entities applying for grants and other funding that seek to address climate change; or implement, enable or reduce the barriers to implementing climate change policy.

By June 30 of each year, a state agency that receives funding from the fund is required to submit a report and budget to the department of finance and administration showing how the funds will be expended in support of the authorized purpose.

One million dollars (\$1,000,000) would be appropriated from the fund to the Public Regulation Commission and four other agencies for expenditure in fiscal years 2026 and 2027. Any unexpended or unencumbered balances remaining at the end of 2027 shall revert to the fund.

FISCAL IMPLICATIONS

The implementation of SB 83 will necessitate the allocation of 1/8 of a Grants Manager's time, at a cost of \$11,900, to assist the PRC's administrative services division in preparing a report and budget that outlines how the funds will be used for the authorized purpose. This amount will come from the proposed \$1,000,000 appropriation.

SIGNIFICANT ISSUES

N/A

PERFORMANCE IMPLICATIONS

SB 83 requires the PRC to determine how to expend appropriations from this fund for the purposes set forth in the bill. It also requires the PRC to submit a report and budget to the department of finance showing how the funds will be expended in support of the authorized purpose.

ADMINISTRATIVE IMPLICATIONS

SB 83 requires the PRC to determine how to expend appropriations from this fund for the

purposes set forth in the bill. It also requires the PRC to submit a report and budget to the department of finance showing how the funds will be expended in support of the authorized purpose.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None.

TECHNICAL ISSUES

None.

OTHER SUBSTANTIVE ISSUES

None.

ALTERNATIVES

None.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status Quo

AMENDMENTS

N/A