

<b>LFC Requester:</b>	<b>Emily Hilla</b>
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**NMDOT BILL ANALYSIS  
2025 REGULAR SESSION**

*{Include the bill no. in the email subject line, e.g., HB2, and only attach one bill analysis and related documentation per email message}*

**SECTION I: GENERAL INFORMATION**

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

Check all that apply: Date Prepared: 2/3/2025  
**Original**  **Amendment** \_\_\_\_\_ **Bill No.** SB 83  
**Correction** \_\_\_\_\_ **Substitute** \_\_\_\_\_  
**Sponsor:** Mimi Stewart  
Heather Berghmans **Agency/ Code:** NMDOT – 805 - OGC  
**Short Title** Innovation in **Person Writing Analysis:** Greg Cole  
State Government Fund **Phone:** (505) 660-1024 **Email:** Greg.Cole@dot.nm.gov

**SECTION II: FISCAL IMPACT**

**APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY26	FY27		
\$1,000.0	-	Nonrecurring	Innovation in State Government Fund

(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to:

Duplicates/Relates to Appropriation in the General Appropriation Act:

**REVENUE (dollars in thousands)**

Not applicable.

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

Not applicable.

## **SECTION III: NARRATIVE**

### **BILL SUMMARY**

Senate Bill 83 (SB 83) creates a non-reverting fund in the State Treasury named the Innovation in State Government Fund (ISGF) to be administered by the Department of Finance and Administration (DFA). ISGF money may be appropriated to state agencies to create master plans and increase agency capacity to achieve net-zero emissions, implement sustainable economic policies, provide technical support to entities to apply for grants that seek to address climate change, or implement, enable or reduce the barriers to implementing climate change policy.

SB 83 also calls for an appropriation from the General Fund of \$10,000,000.00 to the ISGF. The \$10,000,000.00 is then further appropriated from the ISGF to the following agencies:

1) Department of Environment	\$2,500,000.00
2) Energy, Minerals and Natural Resources Department	\$2,500,000.00
3) Department of Transportation	\$1,000,000.00
4) Economic Development Department	\$1,000,000.00
5) Workforce Solutions Department	\$1,000,000.00
6) Public Regulation Commission	\$1,000,000.00
7) State Land Office	\$1,000,000.00

The appropriations from the ISGF are for FY 2026 and FY 2027 to carry out the purposes of the ISGF, and any unexpended or unencumbered balances remaining at the end of FY 2027 shall revert to the ISGF.

### **FISCAL IMPLICATIONS**

Under SB 83, NMDOT would receive a non-recurring \$1,000,000.00 for FY 2026 and 2027 from the ISGF to create a master plan and increase NMDOT capacity to accomplish the purposes of the ISGF. Any unexpended or unencumbered balance remaining at the end of FY 2027 shall revert to the IGSF.

### **SIGNIFICANT ISSUES**

None at this time.

### **PERFORMANCE IMPLICATIONS**

There do not appear to be any major performance implications to NMDOT. NMDOT staff and resources would be supplemented with the \$1,000,000.00 to create a master plan and increase agency capacity to achieve net-zero emissions, implement sustainable economic policies, provide technical support to entities applying for grants that seek to address climate change, or implement, enable or reduce the barriers to implementing climate change policy.

### **ADMINISTRATIVE IMPLICATIONS**

None at this time.

**CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

None at this time.

**TECHNICAL ISSUES**

None at this time.

**OTHER SUBSTANTIVE ISSUES**

None at this time.

**ALTERNATIVES**

None at this time.

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

If SB 83 is not enacted, NMDOT will continue to deliver federally-funded projects and continued assistance to tribes and local public agencies under the Governor's Executive Order 2019-003 to achieve statewide reductions in greenhouse gas emissions.

**AMENDMENTS**

None at this time.