

LFC Requester: _____

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: 2/28/25 *Check all that apply:*
Bill Number: SB206a Original Correction
 Amendment Substitute

Sponsor: Sen. Padilla Sen. Lundstrom **Agency Name and Code** HCA-630
Short Title: Procurement Code Changes **Number:** _____
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SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
\$0.0	\$0.0	\$0.0	NA

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

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

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: Not known

Duplicates/Relates to Appropriation in the General Appropriation Act: Not known

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis: Senate Bill 206 (SB206) would make several changes to the Procurement Code, which are detailed below. These include training for chief procurement officers (CPOs), additional exemptions from the Code, provisions relating to sealed bids, and several new or amended definitions.

FISCAL IMPLICATIONS

Increasing the dollar threshold from \$60,000 to \$100,000 would create additional flexibility for the agency by allowing for easier contracting without the need for an RFP. Additionally, the increase to 13-1-98 J would greatly assist the agency in covering higher subscription and registration fees.

The financial impact on agencies could be reduced by allowing CPO certifications to be renewed through continuing education units, which are often free. This option would also provide CPOs with valuable educational opportunities to enhance their skills and expertise.

SIGNIFICANT ISSUES

Page 12 states: *K. contracts for the digitization of state or federal records* are exempt from the procurement code. Comment: The digitization process may also require the physical transfer of documents, transmission of electronic records, and storage costs of data based on the type of records or documents.

PERFORMANCE IMPLICATIONS

SB206 could help the HCA more effectively and quickly enter into contracts with qualified vendors, improving agency performance and reducing lengthy RFPs for relatively small contract amounts.

ADMINISTRATIVE IMPLICATIONS

None for the HCA.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None

TECHNICAL ISSUES

None

OTHER SUBSTANTIVE ISSUES

None

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status quo.

AMENDMENTS