

<b>LFC Requester:</b>	<b>Antonio Ortega</b>
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**AGENCY BILL ANALYSIS - 2025 REGULAR SESSION**

**WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO**

**[AgencyAnalysis.nmlegis.gov](http://AgencyAnalysis.nmlegis.gov) and email to [billanalysis@dfa.nm.gov](mailto: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:** 3/4/2025 *Check all that apply:*  
**Bill Number:** SB 274 Original  Correction   
 Amendment  Substitute

**Sponsor:** Peter Wirth and Tara L. Lujan **Agency Name** 992 – New Mexico Mortgage  
**Short Title:** Board of Finance Approval for Land Sales **and Code** Finance Authority  
**Number:** (Housing New Mexico | MFA)  
**Person Writing** Robyn Powell  
**Phone:** 505-767-2271 **Email** rpowell@housingnm.org

**SECTION II: FISCAL IMPACT**

**APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
NA	NA	NA	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
<b>Total</b>	NA	NA	NA	NA	NA	NA

(Parenthesis ( ) Indicate Expenditure Decreases)

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

### **SECTION III: NARRATIVE**

#### **BILL SUMMARY**

Senate Bill 274 proposes to amend State Statute Section 13-6 through the various modifications:

- Allows state agencies, local public bodies, and school districts to dispose of worn out, unusable, or obsolete tangible personal property if the value is less than \$30,000 – an increase from the \$5,000.
- Allows the department of transportation to sell through public auction or dispose of property used to manage, maintain or build roads that exceed \$30,000 – an increase from \$5,000.
- Increases the threshold triggering state budget division approval from \$5,000 to \$30,000 for disposition made by a state agency, local public body and school district. And clarifies that prior approval is not required below this threshold.
- Increases the threshold from \$25,000 to \$150,000 for real property transactions requiring approval from the state board of finance.
- Increases the threshold from \$100,000 to \$550,000 for property transactions requiring legislative approval.
- Incorporates the following definitions:
  - a. Defines local public body within the state statute.
  - b. Replaces state educational institution with school district.
- States the effective date of this provision is July 1, 2025.

#### **FISCAL IMPLICATIONS**

Senate Bill 274 proposes to amend State Statute Section 13-6 through the various modifications:

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- Allows the department of transportation to sell through public auction or dispose of property used to manage, maintain or build roads that exceed \$30,000 – an increase from \$5,000.
- Increases the threshold triggering state budget division approval from \$5,000 to \$30,000 for disposition made by a state agency, local public body and school district. And clarifies that prior approval is not required below this threshold.
- Increases the threshold from \$25,000 to \$150,000 for real property transactions requiring approval from the state board of finance.
- Increases the threshold from \$100,000 to \$550,000 for property transactions requiring legislative approval.
- Incorporates the following definitions:
  - c. Defines local public body within the state statute.
  - d. Replaces state educational institution with school district.
- States the effective date of this provision is July 1, 2025.

The Senate Finance Committee amendment incorporates the following change to Senate bill 274:

1. On page 7, line 12, inserting “community colleges” to the list of educational institutions.

## **FISCAL IMPLICATIONS**

No fiscal impact to Housing New Mexico | MFA.

## **SIGNIFICANT ISSUES**

- This bill aims to modernize approval thresholds for disposal and transfer authority for state agencies, local public bodies, and school districts.
- This bill may increase administrative efficiency for state agencies, local public bodies, and school districts for the disposal of worn out, unusable, or obsolete property.
- This bill may increase administrative efficiency for the department of finance and administration, state board of finance, and the legislature as thresholds for disposal of the property have been increased limiting the number of requests under the threshold amounts.
- The amendment to Senate Bill 274 adds community colleges to the list of entities modernizing approval thresholds for disposal which may increase administrative efficiency for the educational institution and the higher education department as it may limit the number of requests under the \$30,000 threshold.

## **PERFORMANCE IMPLICATIONS**

## **ADMINISTRATIVE IMPLICATIONS**

## **CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

## **TECHNICAL ISSUES**

## **OTHER SUBSTANTIVE ISSUES**

## **ALTERNATIVES**

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

## **AMENDMENTS**