LFC Requester:

AGENCY BILL ANALYSIS - 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

<u>AgencyAnalysis.nmlegis.gov</u> and email to <u>billanalysis@dfa.nm.gov</u> (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:	2/21/2025	Check all that apply:		
Bill Number:	<i>S399-341</i>	Original	_x Correction	
		Amendment	Substitute	

Sponsor:	Sen. Brantley Sen. Ramos Rep. Terrazas	Agency Name and Code Number:	DFA-341
Short	LOCAL GOV'T BORDER	Person Writing	Cecilia Mavrommatis
Title:	SUPPORT	Phone: <u>505-690-5</u>	470 Email Cecilia.Mavrommatis@dfa.nm.go

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring	Fund	
FY25	FY26	or Nonrecurring	Affected	
		Nonrecurring		

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring	Fund
FY25	FY26	FY27	or Nonrecurring	Affected

(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		TBD	TBD	TBD		

(Parenthesis () Indicate Expenditure Decreases)

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis:

Senate Bill 399 (SB399) establishes the Local Government Border Support Reimbursement Fund, administered by the Department of Finance and Administration (DFA).

• The fund will provide reimbursements to local governments for costs incurred due to state and federal border-related requests, including emergency medical services, law enforcement, specialized equipment, humanitarian efforts, illegal dumping, and participation in state and federal trafficking task forces.

FISCAL IMPLICATIONS

- The total appropriation amount is currently unspecified.
- Additional administrative costs will be incurred by DFA to establish the rule, administer the fund and manage the reimbursement process.

SIGNIFICANT ISSUES

PERFORMANCE IMPLICATIONS

ADMINISTRATIVE IMPLICATIONS

- SB399 states that the DFA shall promulgate rules to administer this fund and will have the responsibility to issue reimbursements to local governments for border related expenses.
- However, without including an appropriation it is unclear the level of funding that will be available for this fund and therefore, estimate the additional operating budget impact required to reflect the staffing and administrative resources needed for DFA to oversee fund disbursement.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP Relates to HB376.

TECHNICAL ISSUES

- SB399 states it is making an appropriation in the language however no appropriation is included in the bill.
- The lack of language defining eligible law enforcement agencies eligible for reimbursement could lead to delays and confusion for local government agencies.

OTHER SUBSTANTIVE ISSUES

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

- Local governments will continue to bear the financial burden of responding to borderrelated incidents without reimbursement.
- Increased strain on emergency services and law enforcement may impact overall public safety.

AMENDMENTS