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LEGISLATIVE EDUCATION STUDY COMMITTEE BILL ANALYSIS

57th Legislature, 1st Session, 2025

Bill Number HB201	Sponsor Herrera/Baca/Romero	o, GA/Gurrola/Mirabal Moya
Tracking Number229521.1	Committee Referrals	HEC/HAFC
Short Title Raise School Employee Minimum Wage		
AI. 4. A 4	9	nal Date 2/3/2025
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FOR THE LEGISLATIVE EDUCATION STUDY COMMITTEE

BILL SUMMARY

Synopsis of Bill

House Bill 201 (HB201) would increase the minimum annual salary for all full-time public school employees to \$30 thousand. HB201 would also amend the School Personnel Act to increase the minimum salaries of educational assistants to \$30 thousand. Finally, HB201 would amend state law to update the minimum hourly rate for all public school employees from \$6 to \$15.

FISCAL IMPACT

The bill does not include an appropriation.

LESC's proposed FY26 recommendation for public school support includes \$101.4 million to provide a 3 percent salary increase to all public school personnel. Given these proposed salary raises, LESC staff estimate the cost of requiring a \$30 thousand minimum salary for all full-time public school personnel may cost approximately \$25.4 million, including the estimated cost of benefits.

SUBSTANTIVE ISSUES

Annual Salary Minimum Increases for Full-Time Public School Employees. HB201 would increase the minimum annual salary for all full-time public school employees to \$30 thousand. The School Personnel Act (Section 22-10A NMSA 1978) currently defines minimum salary requirements for school leaders, teachers, and educational assistants. Of these staffing categories, only the minimum salaries of educational assistants would be impacted. The minimum annual salary requirement for educational assistants would increase from \$25 thousand to \$30 thousand if this proposed bill became law.

Updating Statute to Match the Current Minimum Wage Rate. State law requires a minimum wage of \$6 per hour for noncertified school personnel. This statute, enacted in 2003, has not been

updated to reflect the current minimum wage of \$12 per hour in state law (as required in Section 50-4-22 NMSA 1978). The Legislature has also required school personnel be paid at a minimum rate of \$15 per hour through language included in the General Appropriation Act each year since FY23. The proposed bill would update statute to reflect this language.

Educational Assistant Vacancies. HB201 may impact full-time public school employees who work a full academic year but who earn below \$30 thousand each year, including personnel such as educational assistants, school secretaries, school bus drivers and attendants, and food service personnel. According to the 2024 New Mexico Educator Vacancy report published by New Mexico State University's Southwest Outreach Academic Research Evaluation & Policy Center, New Mexico has an estimated 356 vacancies for educational assistants in the 2024-2025 school year (SY25), 62 percent of which are for special education assistants. Educational assistants are critical to enable differentiated instruction that meets the needs of all students, provide support for students with special needs, and ensure schools can meet state class size requirements.

Other School Personnel Vacancies. While New Mexico school personnel vacancy data is limited, many schools report difficulties staffing secretarial, transportation, and food service positions. A 2023 <u>study</u> by LESC staff found nearly every school district in the state is experiencing bus driver shortages. Student transportation barriers contribute to chronic absenteeism, which has been found to negatively impact student outcomes. As the Public Education Department (PED) <u>reported</u> a 29.8 percent chronic absenteeism rate for SY24, addressing school transportation personnel shortages is critical to support student success.

Cost of Living. An <u>analysis</u> of U.S. Census Bureau data found the national average earnings of full-time educational support providers (defined as paraeducators, clerical, and custodial staff) in SY23 was \$33.8 thousand. New Mexico's current minimum salary of \$25 thousand for educational assistants is below this average. <u>According</u> to the Massachusetts Institute of Technology, a minimum living wage rate for one adult in New Mexico is, on average, \$20.10 per hour. For a family of four with two working adults, the minimum living wage is an estimated \$24.51 per hour. In New Mexico counties with a higher cost of living, minimum living wages are higher. If enacted, HB201 would bring the earnings of education support providers in New Mexico closer to national averages and a living wage.

SOURCES OF INFORMATION

LESC Files

AA/mca/jkh