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| LFC Requester: | Mark Valenzuela |
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**AGENCY BILL ANALYSIS
2019 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, EMAIL ANALYSIS TO:

LFC@NMLEGIS.GOV

and

DFA@STATE.NM.US

{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 1/31/19
Original **Amendment** **Bill No:** HB239
Correction **Substitute**

Sponsor: Rep. G. Andres Romero **Agency Code:** 924
Short CHILDREN'S SAVINGS **Person Writing** Daniel Manzano
Title: ACCOUNT ACT **Phone:** 505-670-3820 **Email** Daniel.Manzano@state.nm.us

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

| Appropriation | | Recurring or Nonrecurring | Fund Affected |
|---------------|------|---------------------------|---------------|
| FY19 | FY20 | | |
| | 7.5 | Recurring | |
| | | | |

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

| Estimated Revenue | | | Recurring or Nonrecurring | Fund Affected |
|-------------------|------|------|---------------------------|---------------|
| FY19 | FY20 | FY21 | | |
| | | | | |
| | | | | |

(Parenthesis () Indicate Expenditure Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

| | FY19 | FY20 | FY21 | 3 Year Total Cost | Recurring or Nonrecurring | Fund Affected |
|--------------|-------------|-------------|-------------|------------------------------|--------------------------------------|--------------------------|
| Total | | | | | | |

(Parenthesis () Indicate Expenditure Decreases)

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

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis: HB239 enacts the Children's Savings Account Act that would make an appropriation to create opportunities for eligible New Mexico families to save for their children's higher education. This bill would require the Office of the State Treasurer to implement and administer the program for children's savings account, and open children's savings accounts for eligible individuals with an initial deposit from the children's savings account fund into that account in the amount of five hundred dollars (\$500). In addition, the Office of the State Treasurer shall promulgate rule, provide outreach and training, create an annual report, and use no more than five percent of the funding appropriated to fund the Children's Savings Account Act. The bill also calls for the creation of the Children's Savings Account Council that will provide oversight of the administration of the Children's Savings Account Act and make recommendations for changes and obtain subject matter expertise.

FISCAL IMPLICATIONS

Note: major assumptions underlying fiscal impact should be documented.

Note: if additional operating budget impact is estimated, assumptions and calculations should be reported in this section.

SIGNIFICANT ISSUES

New Mexico Public Education Department's goal is to provide all stakeholders (educators, families, students, and community members) with accurate information regarding educational policies and initiatives that are implemented to make a positive difference for our students and empower stakeholders to participate in the dialogue about improving education.

This bill would not affect essential functions, but we could explain this as an asset available to families in addition to our current outreach efforts.

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