





New Mexico

**Department of Finance
and Administration**

**Infrastructure Planning
and Development Division**

HB 247 – Capital Outlay Reform

Effects of the bill and how Nations, Pueblos,
and Tribes can be proactive

Agenda: CAPS Reporting & ICIP Deadlines



Reauthorizations



Reversions



ICIP



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1 AN ACT
2 RELATING TO CAPITAL EXPENDITURES; PROVIDING LIMITATIONS AND
3 REQUIREMENTS FOR CERTAIN CAPITAL OUTLAY PROJECTS,
4 REAUTHORIZATIONS AND APPROPRIATIONS; AMENDING SECTIONS OF
5 LAWS 2022 THROUGH 2025 TO REQUIRE CERTAIN UNEXPENDED GENERAL
6 FUND CAPITAL OUTLAY APPROPRIATIONS TO REVERT TO THE CAPITAL
7 DEVELOPMENT AND RESERVE FUND OR THE TRIBAL INFRASTRUCTURE
8 PROJECT FUND.

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Reauthorizations:

- One time
- Period of two years
- Must have 10% encumbered by January 1 of the year of reversion
 - Determined by DFA – reporting important
 - Funding will freeze on January 1 if threshold not met
- Technical change may be made
 - Change administering agency
 - Change fiscal agent
 - Expand Scope of Work
 - Time extension not allowed
 - Not subject to encumbrance requirements



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Reversions

- General Fund projects revert to the Capital Development Reserve Fund
 - Provides funding for the Capital Development Program Fund
 - Funding for Planning and Design or project completion
 - Will provide increasingly larger amounts in the future
- Tribal projects from General Fund revert to the Tribal Infrastructure Project Fund.
 - Provides funding for Nation, Pueblo, and Tribe projects
- No expenditures by January 1 results in accounts will be frozen



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Infrastructure Capital Improvement Plan (ICIP):

- Appropriations/Authorizations of > \$100k must be on ICIP
 - By law, no funding if not on ICIP
- If less than \$100k, ICIP Project created automatically
 - For 2026, any appropriation not on the ICIP will have a project created automatically
- Affects NPTs, non-profits, fire, police, school projects, special districts



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2027 Capital Outlay requests (\$100,000 or more) must have an ICIP prior to the request.

- **July 1, 2026**: ICIP Deadline to ***submit projects*** for next Legislative Session
- **November 1, 2026**: Deadline to ***update/revise*** ICIP for next Legislative session

ICIP Considerations for upcoming year

- Is the project ready for funding?
- Are there other sources of funding? (CDPF, TIF, WTB, Colonias, etc.)
- What stage of funding is needed?



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Implications for Nations, Pueblos, and Tribes:

- All projects with a project cost in excess of \$100k that will be requesting funding need to be on an ICIP
- Need to plan ahead
 - Equipment purchase requests may not need to be added – but will be created automatically if funded
- How else will this impact you? Let us know.

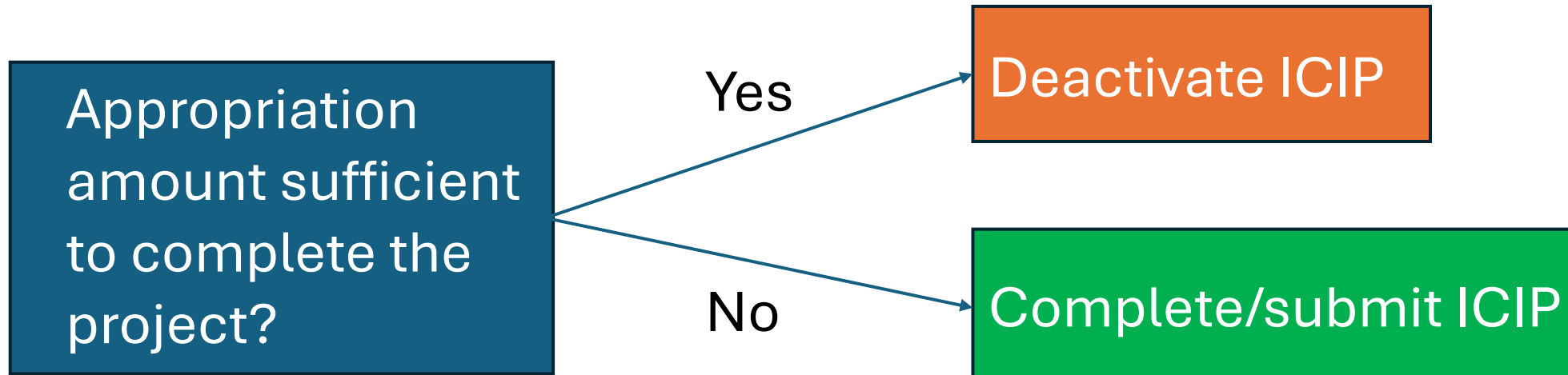


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All 2026 appropriations will have a project automatically generated on Infrastructure Capital Improvement Plan (ICIP) regardless of appropriation amount



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DFA Resources

- **Open Office Hours:** Tuesdays @ 1pm
 - [Join on Microsoft Teams](#)
 - Meeting ID:** 264 417 177 198 66
 - Passcode:** hU3bL9kb

- **ICIP Office Hours:** Thursdays @ 2:30pm
 - [Join on Microsoft Teams](#)
 - Meeting ID:** 252 238 612 538 26
 - Passcode:** 7Bw3uL9f

- **DFA Website** ([ICIP Virtual Training | New Mexico Department of Finance and Administration](#))
 - ICIP
 - Questionnaires
 - Capital Outlay process overview
 - CAPS orientation
 - Quarterly reporting

Thank You!



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IPDD Training Survey

