



New Mexico Environment Department

FY26 Executive Funding vs. Current HB2 (HAFC Version)

February 20, 2025

Section 4: FY2026 Recurring Appropriation

Executive and HAFC HB2 general fund recommendations match.

Section 5: Special Appropriations

Current HB2 Language (HAFC Draft)	EXEC	HAFC HB2	Difference
Strategic Water Supply: “For the implementation of the strategic water supply program, contingent on passage of House Bill 137 or similar legislation of the first session of the fifty seventh legislature creating the program. Any unexpended balances remaining at the end of FY26 from this appropriation shall not revert and may be expended through FY28.”	\$75,000,000	\$40,000,000	(\$35,000,000)
Climate Change: "For the development, implementation or support of climate change initiatives. Any unexpended balances remaining at the end of fiscal year 2026 from this appropriation shall not revert and may be expended through fiscal year 2028."	\$3,000,000	\$0	(\$3,000,000)
PFAS: “For the development, implementation or support of per-and polyfluoroalkyl substances rules and litigation.” Missing: May be expended through Fiscal Year 2028	\$8,000,000	\$1,000,000	(\$7,000,000)
River Stewards: “For the river stewards' program. Note: requested as ICIP, appears as a Special.”	\$10,000,000	\$7,000,000	(\$3,000,000)
PFAS (Curry County): “To address private well water contamination from per- and poly-fluoroalkyl chemicals in Curry County and other areas of the state, for expenditure in fiscal year 2026.”	\$4,000,000	\$2,000,000	(\$2,000,000)
Laboratory Services: “For the sampling and analysis of drinking water contaminants. Any unexpended balances remaining at the end of fiscal year 2026 from this appropriation shall not revert and may be expended through fiscal year 2027.”	\$2,500,000	\$1,000,000	(\$1,500,000)
Water Regionalization: “For regionalization of water systems and the development of the utility operator workforce.”	\$2,750,000	\$2,750,000	\$0
Federal Match & Superfund: “For federal match and cleanup of superfund sites and costs associated with the Terrero mine. “	\$5,700,000	\$5,700,000	\$0

Compliance & Enforcement: “For the development and implementation of compliance and enforcement strategies, including laboratory analytical services. Any unexpended balance remaining at the end of fiscal year 2026 shall not revert and may be expended through fiscal year 2028.”	\$6,000,000	\$3,000,000	(\$3,000,000)
Neglected/Contaminated Sites: “For the investigation and remediation of neglected contaminated sites for expenditure in fiscal year 2026.”	\$50,000,000	\$50,000,000	\$0
Rural Infrastructure Program: “To the rural infrastructure revolving loan fund in fiscal year 2026 for low-interest loans to rural communities for water, wastewater and solid waste projects.”	\$15,000,000	\$20,000,000	+\$5,000,000

Section 7: Information Technology Appropriations

Current HB2 Language (HAFC Draft)	EXEC	HAFC HB2 Draft	Difference
Compliance & Enforcement Platform: “To establish and implement a new compliance and enforcement platform.”	\$3,258,800	\$250,000	(\$3,008,800)
Geospatial Enhancement & Remote Sensing: “To modernize and enhance geographic information systems.”	\$1,542,300	\$1,000,000	(\$542,300)

Section 13: Certain Fiscal Year 2026 Budget Adjustments Authorized (first half of FY26)

Current HB2 Language (HAFC Draft)	EXEC	HAFC HB2 Draft
Compliance & Enforcement P-Code Transfer Authority: “the department of environment may request program transfers between programs up to \$1,000,000 of the total general fund appropriations to the department of environment in Section 4 of this act;”	Yes	No
Hazardous Waste Emergency Fund: “the resource protection program of the department of environment may request budget increases from other state funds and internal service funds/interagency transfers up to \$123,100 from the hazardous waste emergency fund for emergencies;”	Yes	No
Rural Infrastructure Program: “the water protection program of the department of environment may request budget increases from other state funds and internal service funds/ interagency transfers up to the available balance from the rural infrastructure revolving loan fund”	Yes	No