

Fiscal Year 2026 Year-End Policy Updates



New Mexico
Department of Finance
and Administration

Year End Deadline Notifications

- Webinar on the upcoming year end policy updates to all grantees with projects that are expiring on June 30, 2026.
- It is important to be aware of the deadlines included in your grant agreements as these deadlines will be strictly enforced.
- It is equally important that you communicate with your LGD project manager on the status of all projects expiring on June 30, 2026.

Year End Deadlines for LEGISLATIVE Projects

- Local Government Division's (LGD) deadlines for legislative appropriations established for the Fiscal Year 2026 (FY26) starting July 1, 2025 and ending June 30, 2026.
- Qualified FY26 expenditures must be incurred and/or received on or before June 30, 2026.
- **Notice of Obligations (NOO) - Deadline:** June 15, 2026: For expiring projects requiring a Notice of Obligation, documents must be submitted for approval no later than June 15th on or before 5:00 PM.
- All relevant supporting documentation reflected in the NOO must also accompany this submission.

Year End Deadlines for LEGISLATIVE Projects

- **Request for Reimbursement - Deadline:** July 15, 2026
 - All requests for reimbursement must be submitted to LGD for approval no later than July 15th on or before 5:00 PM for all eligible FY26 (July 1, 2025-June 30, 2026) expenditures.
 - This includes projects funded with Severance Tax Bonds, General Fund, and special appropriations.
 - **IMPORTANT** - Please note that Accounts Payable is no longer available for Capital Outlay projects: - Pay requests received after July 15, 2026 will not be paid.

Year End Deadlines for LEGISLATIVE Projects

- **Severance Tax Bond Funded Projects**

Deadline to submit Pay Requests: July 15, 2026 (22-G projects)

- All requests for reimbursement must be submitted to LGD through PARS for approval no later than July 15th on or before 5:00 PM for all eligible FY26 (July 1, 2025-June 30, 2026) expenditures.
- **IMPORTANT** - Please note that Accounts Payable is no longer available for Capital Outlay projects: - Pay requests received after July 15, 2026 will not be paid.

General Fund appropriations also include:

- Capital Outlay
22-G, 23-H, 24-I, 25-J
Reauth's start with 4xxx
- GRO Funds 24-ID
- HB2 Special
Appropriations
22-ZG, 23-ZH, 24-ZI, 25-ZJ
Or 5xxx for other special
projects

Year-End Tips & Tricks

- Submit only one proof of payment and invoice per pay request
- Confirm all milestone data in PARS is complete before submitting
- Ensure supporting documentation matches what is reflected in the pay request
- Double-check that expenditures fall within the eligible date range (FY2026 (July 1, 2025 - June 30, 2026))
- Reach out to your LGD grant manager with questions before the deadline, ask your questions early. Be proactive.



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THANK YOU

DFA Local Government Division

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