HOUSE BILL 603

42ND LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 1996

INTRODUCED BY

VINCE MARTINEZ

AN ACT

RELATING TO CAPITAL EXPENDITURES; AUTHORIZING THE ISSUANCE OF
SEVERANCE TAX BONDS FOR EQUIPMENT AND MACHINERY FOR THE
MANUFACTURING ENGINEERING PROGRAM AT THE UNIVERSITY OF NEW
MEXICO; MAKING AN APPROPRIATION; DECLARING AN EMERGENCY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. SEVERANCE TAX BONDS--PURPOSE FOR WHICH ISSUED--
APPROPRIATION OF PROCEEDS.--The state board of finance may issue
and sell severance tax bonds in compliance with the Severance
Tax Bonding Act in an amount not exceeding five hundred thousand
dollars ($500,000) when the board of regents of the university
of New Mexico certifies the need for the issuance of the bonds.
The state board of finance shall schedule the issuance and sale
of the bonds in the most expeditious and economical manner
possible upon a finding by the board that the project has been

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1   developed sufficiently to justify the issuance and that the

2   project can proceed to contract within a reasonable time.   The

3   state board of finance shall further take the appropriate steps

4   necessary to comply with the Internal Revenue Code of 1986, as

5   amended.   The proceeds from the sale of the bonds are

6   appropriated to the board of regents of the university of New

7   Mexico for the purpose of acquiring equipment and machinery for

8   the manufacturing engineering program at the university of New

9   Mexico located in Bernalillo county.   Any unexpended or

10   unencumbered balance remaining at the end of fiscal year 1999

11   shall revert to the severance tax bonding fund.   If the board of

12   regents of the university of New Mexico has not certified the

13   need for the issuance of the bonds by the end of fiscal year

14   1998, the authorization provided in this section shall be void.

15   Section 2.   EMERGENCY.--It is necessary for the public

16   peace, health and safety that this act take effect immediately.

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