AN ACT

RELATING TO CAPITAL EXPENDITURES; AUTHORIZING THE ISSUANCE OF SEVERANCE TAX BONDS FOR PROJECTS AT THE PINEDALE CHAPTER IN MCKINLEY COUNTY; MAKING APPROPRIATIONS; DECLARING AN EMERGENCY.

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

Section 1. SEVERANCE TAX BONDS--AUTHORIZATIONS-- APPROPRIATION OF PROCEEDS.--

A. The state board of finance may issue and sell severance tax bonds in compliance with the Severance Tax Bonding Act in an amount not to exceed the total of the amounts authorized for purposes specified in Sections 2 and 3 of this act. 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 developed sufficiently to justify the issuance and that the

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

2   state board of finance shall further take the appropriate steps

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

4   amended.   Proceeds from the sale of the bonds are appropriated

5   for the purposes specified in Sections 2 and 3 of this act.

6   B.   The agencies named in Sections 2 and 3 of this

7   act shall certify to the state board of finance when the money

8   from the proceeds of the severance tax bonds authorized in this

9   section is needed for the purposes specified in the applicable

10 section of this act.

11   C.   If the specified agency has not certified the

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

13 1998, the authorization provided in this act shall be void.

14   D.   Unless otherwise specified in this act, any

15 unexpended or unencumbered balance remaining from the proceeds

16 of severance tax bonds issued pursuant to Sections 2 and 3 of

17 this act at the end of fiscal year 1999 shall revert to the

18 severance tax bonding fund.

19   Section 2.   SEVERANCE TAX BONDS--STATE HIGHWAY AND

20 TRANSPORTATION DEPARTMENT--PURPOSE.--Pursuant to the provisions

21 of Section 1 of this act, upon certification by the state

22 highway and transportation department that the need exists for

23 the issuance of the bonds, seven hundred four thousand dollars

24 ($704,000) is appropriated to the state highway and

25 transportation department to upgrade, widen, pave and make

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1 necessary improvements to the Rainbow Trail road at the Pinedale

2 chapter in McKinley county.

3   Section 3.   SEVERANCE TAX BONDS--NEW MEXICO OFFICE OF

4 INDIAN AFFAIRS--PURPOSE.--Pursuant to the provisions of Section

5 1 of this act, upon certification by the New Mexico office of

6 Indian affairs that the need exists for the issuance of the

7 bonds, two hundred thousand dollars ($200,000) is appropriated

8 to the New Mexico office of Indian affairs to plan, design and

9 construct a fire station at the Pinedale chapter in McKinley

10 county.

11   Section 4.   EMERGENCY.--It is necessary for the public

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

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FORTY-SECOND LEGISLATURE

SECOND SESSION, 1996

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JANUARY 23, 1996

Mr. President:

Your **COMMITTEES' COMMITTEE**, to whom has been referred

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SENATE BILL 112

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has had it under consideration and finds same to be **GERMANE**, PURSUANT

TO CONSTITUTIONAL PROVISIONS, and thence referred to the **INDIAN AND**

CULTURAL AFFAIRS COMMITTEE.

Respectfully submitted,

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SENATOR MANNY M ARAGON, Chairman

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Adopted_____   Not Adopted_____

(Chief Clerk)   (Chief Clerk)

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