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## FISCAL IMPACT REPORT

SPONSOR: Larranaga DATE TYPED: 03/05/01 HB 341/aHTC  
 SHORT TITLE: Intercept Gas Tax Revenue to Certain Cities SB \_\_\_\_\_  
 ANALYST: Williams

### REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY01	FY02			
\$ (20.0)	\$ (180.0)		Non-Recurring	City of Belen
\$ 20.0	\$ 180.0		Non-Recurring	State Highway and Transportation Dept.

(Parenthesis ( ) Indicate Revenue Decreases)

### SOURCES OF INFORMATION

LFC Files  
 Taxation and Revenue Department (TRD)  
 State Highway and Transportation Department (SHTD)  
 Department of Finance and Administration (DFA)

### SUMMARY

#### Synopsis of HTC Amendments

The House Transportation Committee amendments remove the condition that the intercept occurs if the municipalities violate an agreement with SHTD.

#### Synopsis of Original Bill

The bill changes the gasoline tax distribution for a qualifying municipality. This change would be occur for a municipality:

- 1) with a population of greater than 605 thousand and located in a class B county with a population between 45 and 48 thousand as shown in the 1990 Census and
- 2) that violated an agreement with the SHTD.

Two portions of gasoline tax revenue would be redirected to the SHTD until that Department certifies that \$200.0 has been diverted or until the municipality is in compliance with all agreements between the municipality and the SHTD.

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The bill also allows the municipality to meet previous bond payments or pledges, which will be deducted from the \$200.0 distribution. The bill does not contain an effective date.

### Significant Issues

Effectively, the qualifying municipality is the city of Belen.

### **FISCAL IMPLICATIONS**

The bill would reduce revenues of the City of Belen by \$20.0 in FY01 and \$180.0 in FY02, and the SHTD would receive these revenues.

### **ADMINISTRATIVE IMPLICATIONS**

TRD expresses concerns regarding administering on-going monthly tax intercepts based on disputes between jurisdictions and state agencies.

AW/ar