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## FISCAL IMPACT REPORT

SPONSOR: Rawson DATE TYPED: 3-12-01 HB \_\_\_\_\_  
 SHORT TITLE: State-Owned Real Property in Dona Ana County SB SJR 29/aSRC/aSFL  
 ANALYST: Taylor

### APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY01	FY02	FY01	FY02		
	NFI				

### SOURCES OF INFORMATION

New Mexico Labor Department  
 General Services Department, Property Control Division

### SUMMARY

#### Synopsis of Senate Floor Amendment

The Senate Floor amendment to SJR 29 resolves that proceeds from the proposed sale, trade or lease of the property can be used only for acquisition of real property by the state on behalf of the labor department's employment and security division.

#### Synopsis of Senate Rules Committee Amendment

The Senate Rules Committee amended Senate Joint Resolution 29 to clarify ownership and disposition of sales proceeds, adopting the language suggested by the General Services Department. (See Technical Issues Section).

#### Synopsis of Senate Joint Resolution

Senate Joint Resolution 29 resolves that the Legislature ratifies and approves the proposed sale, trade or lease for more than twenty-five years of real property in Dona Ana County that is owned by the state on behalf of the Labor Department, Employment Security Division.

#### Significant Issues

The property in question is the Las Cruces Workforce Development Center. The General Services Department, Property Control Division holds legal title to the property.

### FISCAL IMPLICATIONS

## **Senate Joint Resolution 29/SRC/SFI#1 – Page 2**

The Labor Department analysis notes that this property was purchased with federal funds. According to federal regulations, if the property is sold, the net proceeds from the sale would have to be used to purchase a replacement property and thereby maintain federal equity or be returned to the federal government.

### **ADMINISTRATIVE IMPLICATIONS**

The Labor Department analysis suggests that the money will be used to purchase a larger building, enabling all required Workforce development one-stop partners to be located in a single location.

### **TECHNICAL ISSUES**

The General Services Department, Property Control Division suggests that to clarify ownership and disposition of sale proceeds the bill be amended as follows.

On page 3, line 6, after the semicolon, insert “and”. On page 3, between lines 6 and 7, insert:

“WHEREAS, pursuant to Section 15-3-2 B NMSA 1978 and applicable federal laws, the property is not under control of the Property Control Division and, therefore, proceeds from the sale of this property are exempt from provisions of Section 15-3-24.2 NMSA;“

BT/njw