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FISCAL IMPACT REPORT

SPONSOR _	Bandy	ORIGINAL DATE LAST UPDATED		60/aHAFC
SHORT TITLE Review of Annexation Bills		tion Bills	SB	
			ANALYST	Hoffmann

APPROPRIATION (dollars in thousands)

Appropr	iation	Recurring or Non-Rec	Fund Affected
FY09	FY10		
	See Narrative		

(Parenthesis () Indicate Expenditure Decreases)

Relates to House Bill 416; please see "RELATIONSHIP" below.

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY09	FY10	FY11	3 Year Total Cost	Recurring or Non-Rec	Fund Affected
Total		\$0.1		\$0.1	Nonrecurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of HAFC Amendment

The House Appropriations and Finance Committee amendment makes the following modifications to House Memorial 60.

The amendment strikes the word "BILLS" from the title and inserts "MATTERS." This expands the scope of the request expressed in the title to "REQUESTING THE NEW MEXICO LEGISLATIVE COUNCIL TO DIRECT THE APPROPRIATE COMMITTEE TO REVIEW ALL MATTERS DEALING WITH ANNEXATION AND PREPARE RECOMMENDATIONS TO THE LEGISLATURE BY DECEMBER 2009." (Underline by FIR analyst)

The amendment also strikes a statement regarding the numerous bill the Legislature has considered and passed to reform annexation laws.

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Synopsis of Original Bill

House Memorial 60 requests the New Mexico Legislative Council to direct the appropriate committee to review all bill dealing with annexation and prepare recommendations to the Legislature by December 2009.

As requirements driving the need for such a study, the memorial cites the following:

growth and development as significant and controversial issues affecting all New Mexicans, the impact of the expansion of municipal boundaries on agricultural producers, the difficult-to-understand annexation procedures in Section 3-7-17, and the importance of such laws to be comprehensible.

The memorial further resolves that a copy of the memorial be sent to the Legislative Council.

FISCAL IMPLICATIONS

House Memorial 60 makes no appropriations, however, its passage would require the activities needed for "the appropriate committee to hear testimony from key informed stakeholders" and to "write legislation to clarify municipal annexation authority for consideration by the forty-ninth legislature, second session." If the Legislative Council does not have the resources to add this to their operations, it is possible that additional funding might be needed.

RELATIONSHIP

House Memorial 60 is related to House Bill 416 as a possible example of annexation legislation. House Bill 416 amends Section 3-7-3 NMSA 1978 to restore the ability of a municipality to annex territory within a class A county with a population of over 300,000 persons without the approval of the board of county commissioners for that county.

CH/mt:svb