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## SENATE BILL 438

## 51ST LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2013

INTRODUCED BY

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AN ACT

RELATING TO MUNICIPALITIES; PROVIDING ADDITIONAL REQUIREMENTS

TO BE MET FOR THE INCORPORATION OF A MUNICIPALITY; REQUIRING

THE LOCAL GOVERNMENT DIVISION OF THE DEPARTMENT OF FINANCE AND

ADMINISTRATION TO CONVENE A REVIEW TEAM TO CONSIDER PETITIONS

FOR MUNICIPAL INCORPORATION; REQUIRING PETITIONERS TO PRESENT A

MUNICIPAL SERVICES AND REVENUE PLAN THAT DEMONSTRATES THE

SERVICES TO BE PROVIDED TO RESIDENTS AND HOW THOSE SERVICES

WILL BE PAID FOR; LIMITING ATTEMPTS TO INCORPORATE IF A REVIEW

TEAM REJECTS THE MUNICIPAL PLAN.

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

SECTION 1. Section 3-2-1 NMSA 1978 (being Laws 1965, Chapter 300, Section 14-2-1) is amended to read:

"3-2-1. PETITION TO INCORPORATE AREA AS A MUNICIPALITY-MAP AND MONEY FOR CENSUS.--

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- A. The residents of territory proposed to be incorporated as a municipality may petition the board of county commissioners of the county in which the greatest portion of the territory proposed to be incorporated lies to incorporate the territory as a municipality. The petition shall:
  - (1) be in writing;
- (2) state the name of the proposed municipality;
- (3) describe the territory proposed to be incorporated as a municipality; and
  - (4) be signed by either:
- (a) not less than two hundred qualified electors, each of whom shall, on the petition: 1) swear or affirm that [he] the qualified elector has resided within the territory proposed to be incorporated for a period of six months immediately prior to the signing of the petition; and 2) list the street address of [his] the qualified elector's residence; or
- (b) the owners of not less than sixty percent of the real estate within the territory proposed to be incorporated who are not delinquent in their payment of real property taxes.
  - B. The petition shall be accompanied by:
- (1) an accurate map or plat [which shall show]

  that shows the boundary of the territory proposed to be
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1	incorporated; [and]
2	(2) a municipal services and revenue plan that
3	describes the municipal services the proposed municipality will
4	provide and the details of how the municipality will generate
5	sufficient revenue to cover the costs of providing those
6	services; and
7	$[\frac{(2)}{(3)}]$ money in an amount determined by the
8	board of county commissioners to be sufficient to conduct a
9	census in the territory proposed to be incorporated. The money
10	shall be deposited with the county treasurer for payment of the
11	census required in Section [ <del>14-2-4 New Mexico Statutes</del>
12	Annotated, 1953 Compilation] 3-2-5 NMSA 1978.
13	C. The municipal services and revenue plan shall
14	demonstrate that the proposed municipality will provide at
15	least three of the following services and that it will have a
16	tax base sufficient to pay the costs of those services:
17	(1) law enforcement;
18	(2) fire protection and fire safety;
19	(3) road and street construction and
20	maintenance;
21	(4) solid waste management;
22	(5) water supply or distribution or both;
23	(6) wastewater treatment;
24	(7) storm water collection and disposal;
25	(8) electric or gas utility services;

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1	(9) enforcement of building, nousing, prumbing
2	and electrical codes and other similar codes;
3	(10) planning and zoning; and
4	(ll) recreational facilities.
5	D. The county shall forward the petition to the
6	local government division of the department of finance and
7	administration, which shall convene a municipal incorporation
8	review team consisting of:
9	(1) the director of the local government
10	division or the director's designee;
11	(2) the general counsel of the department or
12	the general counsel's designee, who shall be an attorney;
13	(3) the secretary of taxation and revenue or
14	the secretary's designee;
15	(4) a representative of the New Mexico
16	municipal league; and
17	(5) at least one representative of the county
18	in which the proposed municipality would be located.
19	E. The review team shall consider the petition and
20	the required census results, evaluate the municipal services
21	and revenue plan and determine whether the proposed
22	municipality meets the requirements of Chapter 3, Article 2
23	NMSA 1978. If the review team finds that the proposed
24	municipality meets the requirements of that article, it shall
25	report its findings and recommendations to the board of county
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commissioners. If the review team finds that the proposed
municipality does not meet the requirements of that article,
the review team shall notify the board of county commissioners
and the petitioners of its rejection of the petition. The
review team's rejection of the municipal services and revenue
plan terminates the attempt to incorporate. Petitioners may
not submit another petition to incorporate an area until at
least one year after the date of that rejection."

SECTION 2. Section 3-2-2 NMSA 1978 (being Laws 1965, Chapter 300, Section 14-2-2, as amended) is amended to read:

"3-2-2. CHARACTERISTICS OF TERRITORY PROPOSED TO BE INCORPORATED AS A MUNICIPALITY. --

[Any] A territory proposed to be incorporated as a municipality shall:

- (1) not be within the boundary of another municipality;
- have a population density of not less than (2) one person per acre, except for a class B county with a net taxable value of property for property tax purposes in 1990 of over ninety-five million dollars (\$95,000,000) and a population of less than ten thousand according to the 1990 federal decennial census and where the population density of the territory proposed to be incorporated is not less than one person per four acres;
- contain not less than one hundred fifty .191265.2SA

persons; and

- (4) contain a sufficient assessed value of real property and a sufficient number of businesses so that the proposed municipality will contain a sufficient tax base to enable it to provide a clerk-treasurer, a police officer and office space for the municipal government within one year of incorporation.
- B. In the alternative to the requirements of Paragraph [2] (2) of Subsection A of this section, [any] a territory proposed to be incorporated as a municipality shall:
- (1) contain within its boundaries a resort area having more than fifty thousand visitors a year; and
- (2) have more than one hundred fifty single-family residences, as shown by the property tax rolls."
- SECTION 3. Section 3-2-5 NMSA 1978 (being Laws 1965, Chapter 300, Section 14-2-4, as amended) is amended to read:
- "3-2-5. INCORPORATION--DUTIES OF COUNTY COMMISSIONERS

  AFTER FILING OF PETITION TO ACT--CENSUS REQUIRED--ELECTION-
  RIGHT OF APPEAL TO DISTRICT COURT.--
- A. After the petition for incorporation, together with the accompanying map or plat, the municipal services and revenue plan and the amount of money sufficient to pay the cost of a census have been filed with the board of county commissioners, the board of county commissioners [shall], in lieu of complying with the requirements of Section 3-1-5 NMSA .191265.2SA

1978, <u>shall determine</u> within thirty days after the filing of the petition [determine]:

- (1) from the voter registration list in the office of the county clerk if the signers of the petition are qualified electors residing in the territory proposed to be incorporated; or
- (2) from the tax schedules of the county if any of the owners of the real estate who signed the petition are delinquent in the payment of property taxes; and
- (3) if the territory proposed to be incorporated is within an existing municipality or within the urbanized area of a municipality.
- B. If the board of county commissioners determines that the territory proposed to be incorporated is:
- (1) not within the boundary of an existing municipality and not within the urbanized area of a municipality; or
- (2) within the urbanized area of another municipality and in compliance with Section 3-2-3 NMSA 1978, the board of county commissioners shall cause a census to be taken of the persons residing within the territory proposed to be incorporated.
- $\underline{\text{C.}}$  The census shall be completed and filed with the board of county commissioners within thirty days after the board of county commissioners authorizes the taking of the

census.

[G.] D. Within fifteen days after the date the results of the census and the municipal incorporation review team's report have been filed with the board of county commissioners, the board of county commissioners shall determine if the conditions for incorporation of the territory as a municipality have been met as required in Sections 3-2-1 through 3-2-3 NMSA 1978 and shall have its determination recorded in the minutes of its meeting.

municipal incorporation review team's report, if the board of county commissioners determines that the conditions for incorporation have not been met, the board of county commissioners shall notify the petitioners of its determination by publishing in a newspaper of general circulation in the territory proposed to be incorporated, once, not more than ten days after its determination, a notice of its determination that the conditions for incorporation have not been met. If there is no newspaper of general circulation in the territory proposed to be incorporated, notice of the determination shall be posted in eight public places within the territory proposed to be incorporated.

 $[E_{ au}]$   $F_{ au}$  After the board of county commissioners has determined that all of the conditions for incorporation of the territory as a municipality have been met, the board of county .191265.2SA

commissioners shall hold an election on the question of incorporating the territory as a municipality. Elections for the incorporation of municipalities shall only be held in odd-numbered years [upon] on the first Tuesday in July or in any year [upon] on the first Tuesday in January, unless that Tuesday is a holiday, in which case the election shall be held on the second Tuesday in July or the second Tuesday in January. The county clerk shall notify the secretary of finance and administration and the secretary of taxation and revenue of the date of the incorporation election within ten days after the adoption of the resolution calling the election.

 $[F_{\bullet}]$   $G_{\bullet}$  The signers of the petition or a municipality within whose urbanized area the territory proposed to be incorporated is located may appeal any determination of the board of county commissioners to the district court pursuant to the provisions of Section 39-3-1.1 NMSA 1978."

SECTION 4. Section 3-2-6 NMSA 1978 (being Laws 1965, Chapter 300, Section 14-2-5) is amended to read:

"3-2-6. INCORPORATION--NOTICE OF THE ELECTION--REGISTERED VOTERS TO VOTE--APPOINTMENT OF ELECTION OFFICIALS--CONDUCT OF ELECTION--QUESTION TO BE SUBMITTED--LOCATION OF VOTING PLACES.--

## A. The notice of election shall contain:

(1) a description of the territory proposed to be incorporated as a municipality;

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- a statement that a plat or map of the (2) territory, [is] the municipal services and revenue plan and the findings of the municipal incorporation review team are on file in the office of the county clerk;
- the date and time the election will be (3) held on incorporation; and
- a list of the polling places within the territory proposed to be incorporated wherein [the qualified electors | registered voters may vote.
- The notice of election shall be published in a newspaper of general circulation within the territory proposed to be incorporated once each week for three successive weeks. The last publication shall not be more than fourteen nor less than seven days before the day of the election. If there is no newspaper of general circulation within the territory proposed to be incorporated, notice of the election shall be posted in eight public places within the territory proposed to be incorporated. The posting shall be made at least three weeks before the day of the election.
- The board of county commissioners shall appoint the judges and clerks of the election in the manner judges and clerks of election are appointed for [the] general elections. The election shall be conducted in the manner provided for the conduct of general elections.
- The question on the ballot shall read D. .191265.2SA

substantially as follows:

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"Shall the territory described as (herein insert a description of the territory proposed to be incorporated) and to be known as (herein insert the name of the proposed municipality) become an incorporated municipality?

For incorporation -----[] Against incorporation -----[]".

- Any registered voter who is a resident of the territory proposed to be incorporated may vote on the question of incorporating the territory as a municipality.
- The board of county commissioners shall canvass the votes and declare the results of the election in the manner provided for the canvassing and declaring of votes in a general election."

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