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## FISCAL IMPACT REPORT

ORIGINAL DATE 2/24/17

SPONSOR HF1 LAST UPDATED \_\_\_\_\_ HB HB111/HFIS

SHORT TITLE Traditional Historic Community Qualifications SB \_\_\_\_\_

ANALYST Romero

### ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY17	FY18	FY19	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
<b>Total</b>		NFI				

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

LFC Files

Responses Received From  
State Land Office (SLO)

### SUMMARY

#### Synopsis of Original Bill

House Floor Substitute for House Bill 111 proposes language that would alter the types of communities eligible under NMSA 1978, Section 3-7-1.1 for designation as a “traditional historic community.” Under the current law, only unincorporated areas located in class B counties with populations between 95 thousand and 99,500 are eligible for this designation.

This bill changes eligibility for areas that qualify as an Urbanized Territory, striking two sections of statute. The first section amended by this bill strikes reference to county class and population between 95 thousand and 99.5 thousand, based on the 1990 federal decennial census.

This substitute bill also changes eligibility for areas that qualify as a Traditional Historic Communities. This bill strikes reference to county class and population between 95 thousand and 99.5 thousand, based on the 1990 federal decennial census.

### FISCAL IMPLICATIONS

None noted.

**SIGNIFICANT ISSUES**

Under Section 3-2-3 NMSA, a class B county, with a population of 95,000-99,000 is not considered urbanized and is not subject to annexation without a petition signed by a majority of the registered qualified electors within the traditional historic community. HB- 111 would change that by changing the requirements for annexation to class A counties with a population of 140,200. If this bill is passed a municipality would not need to go through the process of having a petition signed, as it now does, when the population is between 99,000 and 140,200.

Under Section 3-7-1.1 NMSA to qualify as a traditional historic community an area shall be an unincorporated area of a class B county with a population between 95,000 and 99,000. HB-111 would change that and to qualify as a traditional historic community an area would need to be an unincorporated area of a class A county with a population between 140,000 and 200,000. This would have the effect of making it more difficult to be classified as a Traditional Historic Community.

IR/al