SENATE BILL 538

42ND LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 1996

INTRODUCED BY

LEONARD TSOSIE

AN ACT

RELATING TO CAPITAL EXPENDITURES; AUTHORIZING THE ISSUANCE OF
SEVERANCE TAX BONDS FOR CONSTRUCTION, REHABILITATION AND
REPLACEMENT OF THE RAMAH NAVAJO CHAPTER WATER AND WASTEWATER
PROJECT IN MCKINLEY COUNTY; MAKING AN APPROPRIATION; DECLARING AN
EMERGENCY.

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

Section 1. SEVERANCE TAX BONDS--PURPOSE FOR WHICH ISSUED--

APPROPRIATION OF PROCEEDS.--The state board of finance may issue and sell severance
tax bonds in compliance with the Severance Tax Bonding Act in an amount not exceeding three
hundred thousand dollars ($300,000) when the department of environment certifies the need for
the issuance of the bonds. The state board of finance shall schedule the issuance and sale of the
bonds in the most expeditious and economical manner possible upon a finding by the board
that the project has been developed sufficiently to justify the issuance and that the project can
proceed to contract within a reasonable time. The state board of finance shall further take the
appropriate steps necessary to comply with the Internal Revenue Code of 1986, as amended.
The proceeds from the sale of the bonds are appropriated to the department of environment for

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the purpose of constructing, replacing and rehabilitating the water and wastewater project of
the Ramah Navajo chapter located in McKinley county. Any unexpended or unencumbered
balance remaining at the end of fiscal year 1999 shall revert to the severance tax bonding fund.
If the department of environment has not certified the need for the issuance of the bonds by the
end of fiscal year 1998, the authorization provided in this section shall be void.

Section 2. EMERGENCY.--It is necessary for the public peace, health and safety that
this act take effect immediately.

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Mr. President:

Your COMMITTEES' COMMITTEE, to whom has been referred

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has had it under consideration and finds same to be GERMANE, PURSUANT TO
CONSTITUTIONAL PROVISIONS, and thence referred to the INDIAN AND CULTURAL
AFFAIRS COMMITTEE.

Respectfully submitted,

__________________________________
SENATOR MANNY M. ARAGON, Chairman

Adopted_______________________ Not Adopted_______________________
(Chief Clerk)                        (Chief Clerk)

Date __________________________

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FORTY-SECOND LEGISLATURE
SECOND SESSION, 1996

February 1, 1996

Mr. President:

Your INDIAN & CULTURAL AFFAIRS COMMITTEE, to whom has been referred
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has had it under consideration and reports same with recommendation that it DO PASS, and thence referred to the FINANCE COMMITTEE.

Respectfully submitted,

__________________________________
John Pinto, Chairman

Adopted_______________________ Not Adopted_______________________

(Chief Clerk)                          (Chief Clerk)

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The roll call vote was 5 For 0 Against

Yes: 5
No: 0

Excused: Maes, McKibben & Kysar
Absent: None