SENATE BILL 675

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 CONSTRUCTING AND CONNECTING THE CASAMERO
LAKE CHAPTER'S EXISTING WATER AND SEWERAGE DELIVERY SYSTEM TO
TWENTY-THREE HOMES 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 one
hundred fifty thousand dollars ($150,000) 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

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environment for the purpose of constructing and connecting the Casamero Lake chapter's
existing water and sewerage delivery system to twenty-three homes 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.
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 FINANCE COMMITTEE.

Respectfully submitted,

SENATOR MANNY M. ARAGON, Chairman