LEGISLATIVE FINANCE COMMITTEE

Mayor Eric Enriquez, Las Cruces

Ikani Taumoepeau, Las Cruces City Manager

BE BOLD.

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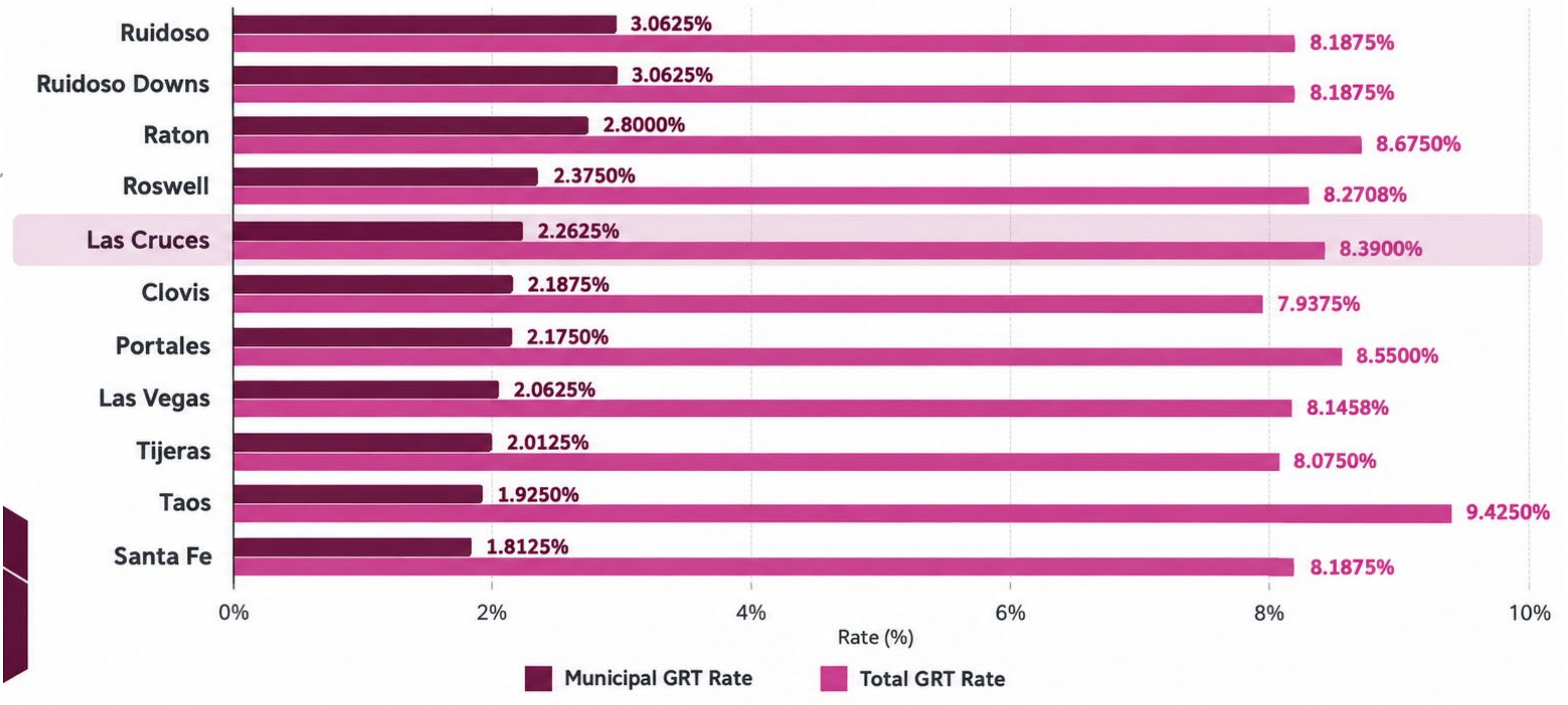
NEW MEXICO State

LOCAL GRT & TOTAL GRT



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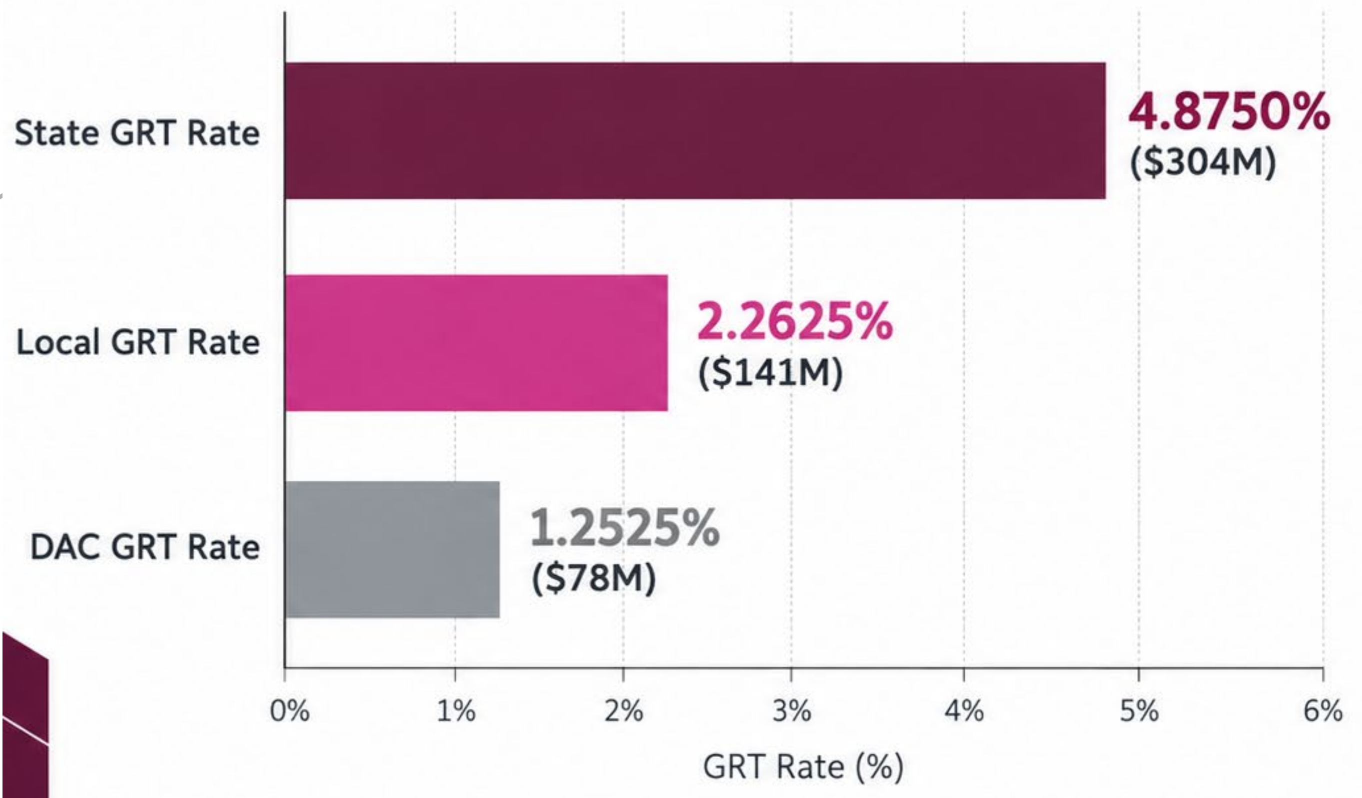

Total = 8.39%

5% of State GRT = $15M

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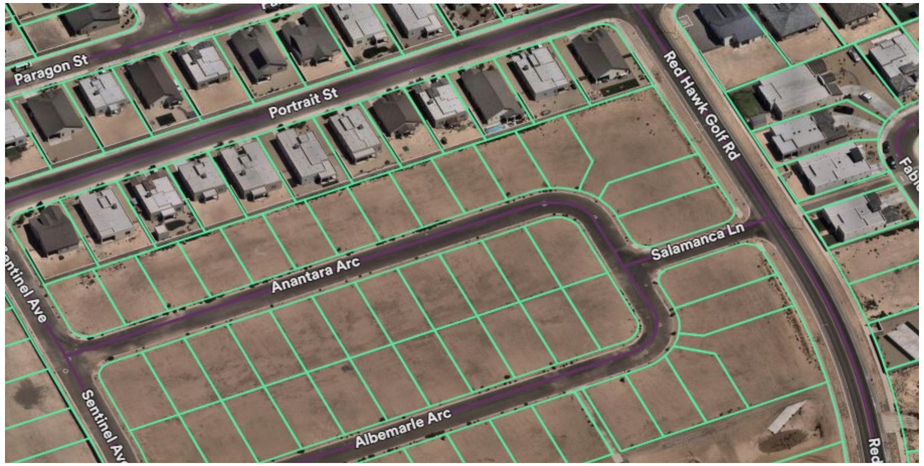
AGENDA

- Housing
- Realize Las Cruces
- MRA Impacts
- ICIP/Capital Outlay
- Insurance Relief
- Texas V. NM

HOUSING

GOals ACCOMPLISHED



OFFICE OF HOUSING

- $11,075,000
- 428 Units
- 2026/2027 Pipeline:
  - $2.8M Office of Housing
  - $1.4M Capital Outlay
  - 300 Additional Units

Project Name	Amount Expended	Impact
Amador Crossing*	$2,043,478	**50 permanent supportive housing units** serving people experiencing or at risk of **homelessness**
Arcadia 4 Subdivision	$3,250,000	**52** affordable **homeownership** lots developed in partnership with Habitat for Humanity and Tierra del Sol
Peachtree Phase I*	$4,300,000	**144 affordable rental** units for families earning up to 60% AMI
Pedrena Senior Apartments*	$400,000 $2M (ERAP2)	**80 affordable rental** units for **seniors age 55+,** serving households earning up to 60% AMI
Skylark Subdivision	$1,081,522	**32 affordable homeownership** lots developed in partnership with Tierra del Sol
Three Sisters*	$1M (Casa Connections)	**70 units** affordable rental units for **families**
TOTAL:	$11,075,000	428 Units

REALIZE LAS CRUCES

- Increased density allowances for residential development to encourage ADUs, tiny homes, townhouses, duplex, triplex, and quadplex
- Greater flexibility in building height and carport designs
- Revised street cross-sections to be more pedestrian and bike friendly
- Increased flexibility in land uses and site design for expanded housing opportunities
- Encourage growth and redevelopment in the MRAs by eliminating barriers such as parking, setbacks, and permitted land uses in the infill
- Neighborhood park dedication is required
- Ability to do small neighborhood friendly commercial (less than 3,000 sq. ft.)
- ADU's by right in all residential zones

REALIZE LAS CRUCES

- Reduction in the number of variance and special use permit requests
- Increase in subdivisions
- Increase in urban/infill and small-scale multi-family projects
- Looking to expand flexibility within land use code to increase infill commercial and residential development

MRA IMPACTS

- Older areas more competitive for investment – tools to encourage businesses, property owners, and developers to reinvest in established areas that may otherwise be passed over for newer development
- Turns planning into actual investment – using MRA programs and incentives to make tangible improvements to businesses and properties
- Leverages private investment –use targeted public investment to reduce barriers and encourage businesses and property owners to invest their private funding along with public funds
- Improves the overall business environment –safety, appearance, infrastructure, and redevelopment; improves perception and attractiveness of entire area
- Creates a long-term reinvestment cycle –generate additional business activity, development, and GRT so increased economic activity can support continued reinvestment

MRA IMPACTS

- Two MRA plans adopted
  - El Paseo/South Solano MRA
  - West Picacho/Motel Boulevard MRA
  - Envisio progress tracking is live on each MRA’s webpage.
- Currently in Planning
  - Apodaca/Lift Up Area MRA began in August 2026
  - First public meeting is scheduled October 2026
- Tax Increment Financing
  - Baselines have been adopted for all six MRAs
  - City Council approved 75% of the City’s incremental gross receipts tax revenue for the two adopted MRAs
  - The increments were approved for the maximum term of 20 years.

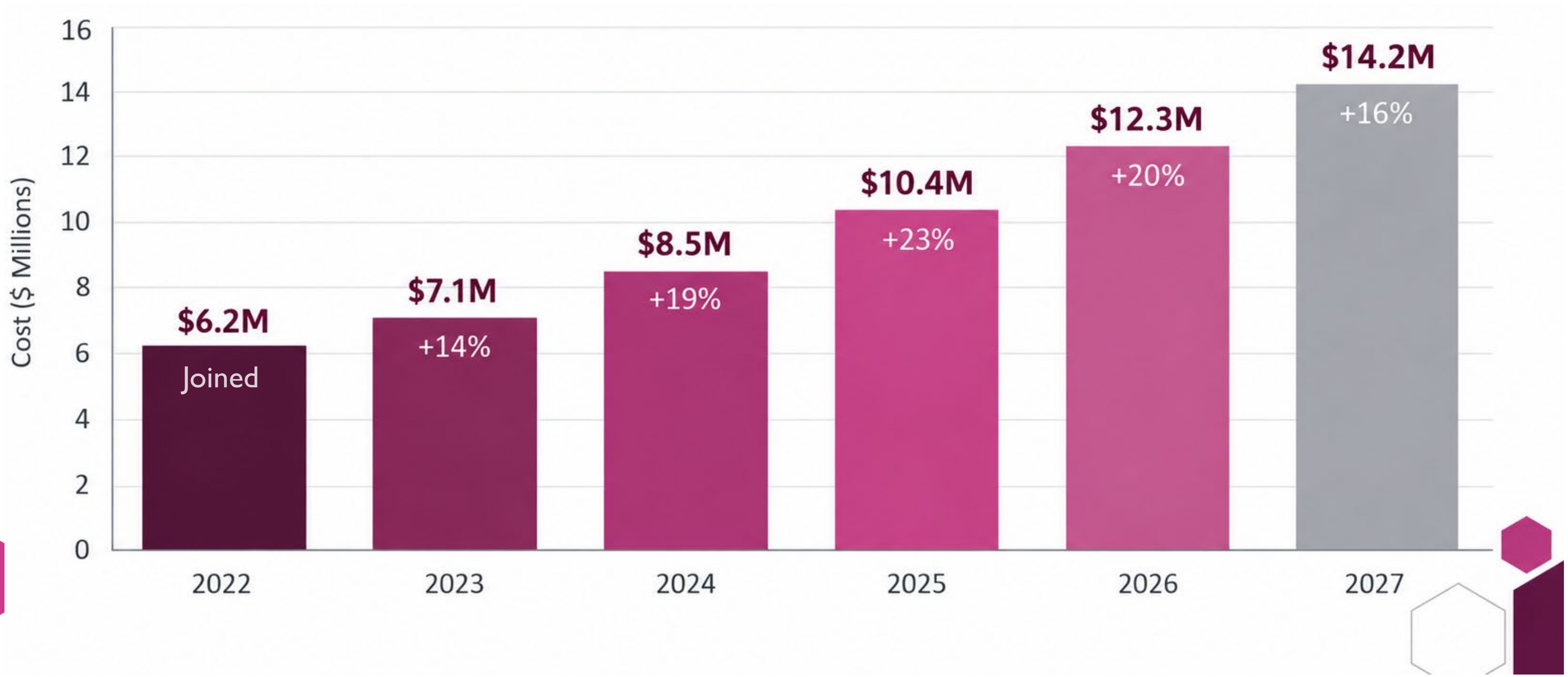
ICIP/CAPITAL OUTLAY

- Las Cruces Real Time Crime Center
    - Up and Running
- East Mesa Public Recreation Complex
    - Ribbon Cutting June 2026
- Fire Station 9
    - Ribbon Cutting October 2026
- Las Cruces Fire Department Mobile Integrated Health Building
    - Groundbreaking October 2026

STATE INSURANCE RELIEF

- **2022** – Joined State Pool - **$6.2M**
- **2023** – Increased by 14% - **$7.1M**
- **2024** – Increased by 19% - **$8.5M**
- **2025** – Increased by 23% - **$10.4M**
- **2026** – Increased by 20% - **$12.3M**
- **2027** – Increased by 16% - **$14.2M**

STATE INSURANCE RELIEF



TEX V. NM

- 2013: TX sued NM, arguing water intercepted downstream by farmers
- 2026: U.S. Supreme Court accepted the settlement package
- Settlement: LRG retire18,200 AFY groundwater
- 15% Groundwater pumped in the Lower Rio Grande (LRG) is DCMI
- **Most Impactful:** $500k Aquifer Storage & Recovery Feasibility Study

THANK YOU