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FISCAL IMPACT REPORT

SPONSOR:	Bailey	DATE TYPED:	02/28/01	HB	
SHORT TITLE: Lea County Ground V		Vater Assessment		SB	467
			ANAL	YST:	Dotson

APPROPRIATION

Appropriation Contained			Estimated Additional Impact		Recurring	Fund
FY01	FY02		FY01	FY02	or Non-Rec	Affected
	\$	71.0			Non-Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Duplicates <u>HB 51</u> Relates to HB 114 and SB 81

SOURCES OF INFORMATION

Office of the State Engineer

SUMMARY

Synopsis of Bill

SB 467 appropriates \$71.0 from the general fund to the Local Government Division of the Department of Finance and Administration for the purpose of supporting the Lea County Water Users' Association's development of ground water models, well monitoring, assessment of deep aquifers, audits of municipal water use and analysis of the potential for ground water storage and recovery options.

Significant Issues

The Office of the State Engineer (OSE) and the United States Geological Service (USGS) have developed models for the Lea County basin. The OSE and the USGS have an ongoing program within Lea County for monitoring of water levels within the basin. The OSE has records of water uses within Lea County.

FISCAL IMPLICATIONS

The appropriation of \$71.0 contained in this bill is a non-recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2002 shall revert to the general fund.

CONFLICT/DUPLICATION/COMPANIONSHIP/RELATIONSHIP

Senate Bill 467 -- Page 2

HB 114 and SB 81, provide funding for implementation of regional water plans. According to the Office of the State Engineer, Lea County has one of two completed plans and its plan includes the implementation activities identified in this bill.

OTHER SUBSTANTIVE ISSUES

According to the State Engineer, the OSE and USGS have developed models and have most of the information required by this bill. The development of new models or other information should be done in coordination with the OSE and the USGS. The OSE and the USGS have programs in place to provide information concerning the ground water in Lea County. New models should be done in coordination with those agencies.

The Office of the State Engineer suggests appropriating the money from the general fund through the Office of the State Engineer to the Lea County Water Users' Association. On lines 16-18, strike "local government division of the department of finance and administration" and replace with "office of the state engineer."

PD/njw:ar