1	SENATE BILL 554
2	46TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2003
3	INTRODUCED BY
4	Carlos R. Cisneros
5	
6	
7	
8	
9	
10	AN ACT
11	RELATING TO WATER; REQUIRING MUNICIPALITIES, COUNTIES AND OTHER
12	COVERED ENTITIES TO ADOPT WATER CONSERVATION AND DROUGHT
13	MANAGEMENT PLANS.
14	
15	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
16	Section 1. A new section of Chapter 3, Article 17 NMSA
17	1978 is enacted to read:
18	"[<u>NEW MATERIAL]</u> WATER CONSERVATION AND DROUGHT MANAGEMENT
19	PLANSA municipality shall adopt by ordinance a comprehensive
20	water conservation plan and drought management plan pursuant to
21	the provisions of Section 3 of this act."
22	Section 2. A new section of Chapter 4 NMSA 1978 is
23	enacted to read:
24	"[<u>NEW MATERIAL]</u> WATER CONSERVATION AND DROUGHT MANAGEMENT
25	PLANSA county shall adopt by ordinance a comprehensive water
	. 143005. 3GR

<u>underscored mterial = new</u> [bracketed mterial] = delete

conservation plan and drought management plan pursuant to the provisions of Section 3 of this act." 2

Section 3. A new section of Chapter 72, Article 14 NMSA 1978 is enacted to read:

"[NEW MATERIAL] WATER CONSERVATION PLANS--MUNICIPALITIES, COUNTIES AND WATER SUPPLIERS. --

A. As used in this section, "covered entity" means municipalities, counties and any other person that supplies, distributes or otherwise provides at least five hundred acrefeet of water annually for domestic, commercial, industrial or government customers.

B. A covered entity shall develop, adopt and submit to the state engineer by December 31, 2003 a comprehensive water conservation plan, including a drought management plan.

The manner in which the covered entity develops, С. adopts and implements a comprehensive water conservation plan shall be determined by the covered entity. The plan shall be accompanied by a program for its implementation.

D. In developing a water conservation plan pursuant to this section, the covered entity shall consider at least the following:

water-efficient fixtures and appliances, (1) including toilets, urinals, showerheads and faucets;

low water-use landscaping and efficient (2) irrigation;

- 2 -

. 143005. 3GR

[bracketed material] = delete underscored mterial = new

1

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

1 (3) water-efficient commercial and industrial 2 water-use processes; 3 (4) water reuse systems for both potable and 4 non-potable water; distribution system leak repair; 5 (5) 6 (6) dissemination of information regarding 7 water-use efficiency measures, including public education 8 programs and demonstrations of water-saving techniques; 9 (7) water rate structures designed to 10 encourage water-use efficiency in a fiscally responsible 11 manner: 12 regulatory measures, including standards (8) 13 for the use of water-use efficiency for fixtures and 14 landscapes; ordinances; codes; and business practices designed 15 to encourage water-use efficiency; and 16 incentives to implement water use (9) 17 efficiency techniques, including rebates to customers or 18 others, to encourage the installation of water use efficiency 19 measures. 20 E. A water conservation plan shall contain a 21 section stating how the covered entity's water conservation 22 plan accords with the regional water plan for that area, if the 23 regional plan is available and a section detailing how the 24 covered entity will protect drinking water supplies. 25 F. Except for the elements of a water conservation . 143005. 3GR

- 3 -

[bracketed mterial] = delete underscored mterial = new

plan that a covered entity has already implemented prior to July 1, 2003, before adopting any other major elements of a water conservation plan, a covered entity shall publish a draft plan, give public notice of the plan, make the plan publicly available and solicit comments from the public for a period of not less than sixty days after the date on which the draft plan is made publicly available. Reference shall be made in the public notice to the elements of any water conservation plan that have already been implemented.

G. A covered entity may at any time adopt changes to its water conservation plan. If the proposed changes are major, the covered entity shall give public notice of the changes, make the changes available in draft form and provide the public an opportunity to comment on such changes before adopting them.

H. After July 1, 2004, neither the water trust board nor the New Mexico finance authority shall accept an application from a covered entity for financial assistance in the construction of any water diversion, storage, conveyance, water treatment or wastewater treatment facility unless the covered entity includes a copy of its water conservation plan."

Section 4. Section 6-21-23 NMSA 1978 (being Laws 1992, Chapter 61, Section 23, as amended) is amended to read:

"6-21-23. PROHIBITED ACTIONS. -- The authority shall not:

4 -

A. lend money or make a grant other than to a . 143005.3GR

<u>underscored mterial = new</u> [bracketed mterial] = delete 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

1

1 qualified entity;

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

B. purchase securities other than from a qualified entity or other than for investment as provided in the New
Mexico Finance Authority Act;

C. lease a public project to any entity other than a qualified entity; except that the authority may lease a public project to any entity following termination of a lease of the public project to a qualified entity if leasing the public project to an entity other than a qualified entity is necessary to avoid forfeiture or impairment of the public project or a default on bonds whose payment is secured, in whole or in part, by the public project or by lease rentals from the public project;

D. deal in securities within the meaning of or subject to any securities law, securities exchange law or securities dealers law of the United States or of the state or of any other state or jurisdiction, domestic or foreign, except as authorized in the New Mexico Finance Authority Act;

E. issue bills of credit or accept deposits of money for time on demand deposit or administer trusts or engage in any form or manner, or in the conduct of, any private or commercial banking business, or act as a savings bank or savings and loan association or any other kind of financial institution except as authorized in the New Mexico Finance Authority Act;

- 5 -

. 143005. 3GR

<u>underscored mterial = new</u> [bracketed mterial] = delete

1 F. engage in any form of private or commercial banking business except as authorized in the New Mexico Finance 2 3 Authority Act; [or] 4 lend money, issue bonds, including public-G. private partnership project bonds, or make a grant for the 5 promotion of gaming or a gaming enterprise or for development 6 7 of infrastructure for a gaming facility; or 8 H. after July 1, 2004, except in case of an 9 emergency, accept an application for financial assistance from 10 a municipality, county or other covered entity for a water or 11 wastewater project unless it is submitted with a water 12 conservation plan in accordance with the provisions of Section 13 3 of this 2003 act." 14 Section 5. Section 72-4A-7 NMSA 1978 (being Laws 2001, 15 Chapter 164, Section 7) is amended to read: 16 "72-4A-7. CONDITIONS FOR GRANTS AND LOANS. --17 Grants and loans shall be made only to state A. 18 agencies or to political subdivisions that: 19 (1)agree to operate and maintain the water 20 project so that it will function properly over the structural 21 and material design life, which shall not be less than twenty 22 years; 23 (2) require the contractor of the construction 24 project to post a performance and payment bond in accordance 25 with the requirements of Section 13-4-18 NMSA 1978; . 143005. 3GR

<u>underscored mterial = new</u> [bracketed mterial] = delete

- 6 -

1	(3) provide written assurance signed by an
2	attorney or provide a title insurance policy that the political
3	subdivision has proper title, easements and rights of way to
4	the property upon or through which the water project proposed
5	for funding is to be constructed or extended;
6	(4) meet the requirements of the financial
7	capability set by the board to ensure sufficient revenues to
8	operate and maintain the water project for its useful life and
9	to repay the loan;
10	(5) agree to properly maintain financial
11	records and to conduct an audit of the project's financial
12	records; [and]
13	(6) agree to pay costs of originating grants
14	and loans as determined by rules adopted by the board; <u>and</u>
15	<u>(7) except in case of an emergency, submit a</u>
16	water conservation plan with its application if required to do
17	so pursuant to Section 3 of this 2003 act.
18	B. Plans and specifications for a water project
19	shall be approved by the authority before grant or loan
20	disbursements to pay for construction costs are made to a state
21	agency or political subdivision.
22	C. Grants and loans shall be made only for eligible
23	items, which include:
24	(1) to match federal and local cost shares;
25	(2) engineering feasibility reports;
	. 143005. 3GR
	- 7 -

[bracketed muterial] = delete <u>underscored mterial = new</u>

	1	(3) contracted engineering design;
[bracketed mterial] = delete	2	(4) inspection of construction;
	3	(5) special engineering services;
	4	(6) environmental or archaeological surveys;
	5	(7) construction;
	6	(8) land acquisition;
	7	(9) easements and rights of way; and
	8	(10) legal costs and fiscal agent fees."
	9	- 8 -
	10	
	11	
	12	
	13	
	14	
	15	
	16	
	17	
	18	
	19	
	20	
	21	
fed	22	
aeke	23	
[br	24	
	25	
		. 143005. 3GR

<u>underscored</u> material = new