NOTE: As provided in LFC policy, this report is intended only for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used for other purposes.

The most recent FIR version (in HTML & Adobe PDF formats) is available on the Legislative Website. The Adobe PDF version includes all attachments, whereas the HTML version does not. Previously issued FIRs and attachments may be obtained from the LFC in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

SPONSOR:	Feldman		DATE TYPED:	02/25/03	НВ	
SHORT TITLE: Appropriation of Nor			n-potable Groundw	ater	SB	SJM 77
			tion of Non-potable Groundwa		YST:	Chabot

APPROPRIATION

Appropriation	on Contained	Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY03	FY04	FY03	FY04		
	NFI				

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From
Interstate Stream Commission (ISC)
Office of the State Engineer (OSE)

SUMMARY

Synopsis of Bill

Senate Joint Memorial 77 resolves OSE and ISC assist the appropriate committee of the Legislature in devising legislation for the orderly appropriation of non-potable groundwater for treatment and use for domestic municipal supplies.

Significant Issues

OSE identifies the following considerations:

- 1. Effects of pumping non-potable groundwater must not deplete surface water associated with the basin to ensure that downstream users receive their entitled water.
- 2. New Mexico water law may not allow for a limitation on beneficial use to only include "domestic and municipal supplies."
- 3. Existing water law allows for appropriation of non-potable water and additional legislation may not be needed.
- 4. The Energy, Minerals and Natural Resources Department's Oil Conservation Division

Senate Joint Memorial 77 - Page 2

needs to participate in this Joint Memorial as they regulate water use and disposition associated with oil drilling operations.

TECHNICAL ISSUES

Recommend that "nonpotable" be changed to "non-potable" on page 1, line 14 and page 2, line 11.

Recommend that "ground water" be changed to "groundwater" on page 1, line 14 and page 2, lines 12 and 13.

Recommend on page 2, line 8 inserting a comma after "engineer" and striking "and" in the same line. On page 2, line 9 after the word "commission" insert "and energy, minerals and natural resource department".

GAC/prr