

1 SENATE BILL 556

2 **52ND LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2015**

3 INTRODUCED BY

4 Carlos R. Cisneros

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10 AN ACT

11 RELATING TO FINANCE; AUTHORIZING THE ISSUANCE OF BONDS SECURED
12 BY A STATE GROSS RECEIPTS TAX INCREMENT FOR THE TAOS SKI VALLEY
13 TAX INCREMENT DEVELOPMENT DISTRICT; DECLARING AN EMERGENCY.

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15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

16 SECTION 1. AUTHORIZATION OF ISSUANCE OF BONDS.--The
17 legislature authorizes the issuance of bonds not to exceed
18 forty-four million dollars (\$44,000,000) in net proceeds as
19 adjusted for inflation, secured by tax increments authorized
20 pursuant to the Tax Increment for Development Act to be pledged
21 to pay the principal of and interest on the bonds, including a
22 gross receipts tax increment attributed to the imposition of
23 the state gross receipts tax within the village of Taos Ski
24 Valley tax increment development district, subject to the
25 review and approval by the New Mexico finance authority of:

.199742.1

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1 A. the master indenture prior to issuance of any
2 bonds; and

3 B. any amendments to the master indenture prior to
4 issuance of any bonds after any amendments are made.

5 **SECTION 2. DURATION OF AUTHORIZATION.**--The duration of
6 the authorization for issuance of bonds in this act shall be
7 twenty-five years from the date of issuance of the first series
8 of tax increment bonds of the district, unless and until this
9 act is repealed or modified by the legislature.

10 **SECTION 3. CERTAIN CAPITAL PROJECTS PROHIBITED.**--

11 A. The legislature shall not approve or authorize
12 any capital outlay projects within the village of Taos Ski
13 Valley tax increment development district during the period in
14 which any bonds issued by the district pursuant to Section 1 of
15 this act are outstanding, except for buildings, facilities or
16 infrastructure that are owned by the state or one of its
17 agencies, institutions or political subdivisions and that are:

- 18 (1) public school buildings or facilities;
- 19 (2) higher education buildings or facilities;
- 20 (3) cultural buildings or facilities;
- 21 (4) buildings, facilities or infrastructure
22 used for public safety; or
- 23 (5) buildings, facilities or infrastructure
24 used for other public purposes.

25 B. Nothing in this section prohibits the

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1 legislature from authorizing expenditures pursuant to law for
2 economic development projects within the village of Taos Ski
3 Valley tax increment development district during the period in
4 which tax increment development bonds are outstanding.

5 SECTION 4. REDUCTION IN STATE GROSS RECEIPTS TAX

6 REVENUE.--Once the developer of the village of Taos Ski Valley
7 tax increment development project has been fully reimbursed,
8 regardless of the source of reimbursement, for the costs of
9 eligible infrastructure, the village of Taos Ski Valley tax
10 increment development district shall provide to the state board
11 of finance the estimated amount of state gross receipts tax
12 increment revenue required to pay the debt service on the
13 district's outstanding bonds and to meet any required debt-
14 service coverage and reserve requirements specified in the
15 master indenture for any bonds payable from the state gross
16 receipts tax increment. The board shall:

17 A. review that estimate;

18 B. determine:

19 (1) the reduced amount of state gross receipts
20 tax increment revenue necessary each year to meet those
21 requirements; and

22 (2) the reduction to the percentage of
23 dedicated state gross receipts tax increment revenue
24 corresponding to that reduced amount; and

25 C. notify the taxation and revenue department of

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1 the amount of that reduction, which shall take effect as soon
2 as practicable after notification.

3 SECTION 5. EMERGENCY.--It is necessary for the public
4 peace, health and safety that this act take effect immediately.

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