## HOUSE APPROPRIATIONS AND FINANCE COMMITTEE SUBSTITUTE FOR HOUSE BILL 517

## 54TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2019

## AN ACT

RELATING TO WATER; CREATING THE ACEQUIA AND COMMUNITY DITCH
INFRASTRUCTURE FUND TO BE ADMINISTERED BY THE INTERSTATE STREAM
COMMISSION; MAKING AN ANNUAL TRANSFER FROM THE NEW MEXICO
IRRIGATION WORKS CONSTRUCTION FUND; MAKING AN APPROPRIATION.

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

SECTION 1. A new section of Chapter 72, Article 14 NMSA 1978 is enacted to read:

"[NEW MATERIAL] ACEQUIA AND COMMUNITY DITCH INFRASTRUCTURE
FUND--CREATED.--

A. The "acequia and community ditch infrastructure fund" is created in the state treasury and shall be administered by the interstate stream commission. The fund consists of money transferred from the New Mexico irrigation works construction fund and interest accruing to the fund.

.214677.1

Disbursements from the fund shall be made by warrant of the secretary of finance and administration pursuant to vouchers signed by the director of the interstate stream commission or the director's authorized representative. Any unexpended or unencumbered balance remaining in the fund at the end of any fiscal year shall revert to the New Mexico irrigation works construction fund.

- B. Money in the fund is appropriated to the interstate stream commission to provide funding for the planning, engineering design or construction of irrigation works of acequias or community ditches, including dams, reservoirs, diversions, ditches, flumes or other appurtenances, for the purposes of restoration, repair, improvement of irrigation efficiency or protection from floods.
  - C. The interstate stream commission shall:
- (1) in consultation with the acequia commission and the New Mexico acequia association, develop guidelines and criteria for program eligibility, applications and selection requirements;
- (2) prioritize the provision of funding based on project readiness;
- (3) review acequia or community ditch plans and specifications and inspect completed projects; and
- (4) report biannually to the acequia commission on the progress of projects funded through the fund .214677.1

and the expenditure of money from the fund.

D. As used in this section, "fund" means the acequia and community ditch infrastructure fund."

SECTION 2. Section 72-14-23 NMSA 1978 (being Laws 1955, Chapter 266, Section 15, as amended) is amended to read:

"72-14-23. NEW MEXICO IRRIGATION WORKS CONSTRUCTION FUND CREATED--LIMITATION OF LIABILITY UNDER ACT--REPARATION OF DAMAGES CAUSED IN CARRYING OUT POWERS GRANTED--AUTHORITY OF COMMISSION TO RECEIVE CONTRIBUTIONS.--

A. There is [(hereby)] created a fund to be known as the "New Mexico irrigation works construction fund", which shall consist of the income creditable to the permanent reservoirs for irrigation purposes income fund not otherwise pledged under Section [75-34-19 New Mexico Statutes Annotated, 1953 Compilation, (being Laws 1955, Chapter 266, Section 11)] 72-14-19 NMSA 1978 and all other [moneys which] money that may be appropriated by the [state] legislature to [said] the construction fund. [Such] The fund shall be a continuing fund and shall not revert to the general fund [of the state] or to any other fund [of the state at the end of any biennium].

B. Annually, two million five hundred thousand dollars (\$2,500,000) shall be transferred from the New Mexico irrigation works construction fund to the acequia and community ditch infrastructure fund.

 $\underline{\text{C.}}$  The cost of investigations and construction as .214677.1

[bracketed material] = delete

authorized in Section [75-34-11 New Mexico Statutes Annotated,
1953 Compilation (being Laws 1955, Chapter 266, Section 3)
72-14-11 NMSA 1978 shall be paid from [said] the New Mexico
irrigation works construction fund and also the cost of all
preliminary work on any project, and all expenses directly
chargeable to such project, prior to the receipt of the
proceeds of bonds, shall be paid from the construction fund.
The amount of all such expenses on account of any project [or
<pre>projects] and such part of the general administrative expenses</pre>
of the commission and the cost of investigation [or
investigations] as shall be properly chargeable, in the opinion
of the commission, to such project [or projects] shall be
reimbursed to the construction fund upon the receipt of the
proceeds of bonds issued for such project [or projects]. No
liability or obligation shall be incurred under the provisions
of Sections [ <del>75-34-9 to 75-34-27 New Mexico Statutes, 1953</del>
Compilation (being Laws 1955, Chapter 266, Sections 1 to 19)
72-14-9 through 72-14-28 NMSA 1978 beyond the extent to which
the money [shall have] has been provided under the authority of
[this act] those sections. All public and private property
damaged or destroyed in carrying out the powers granted under
[this act] those sections shall be restored or repaired and
placed in [their] its original condition, as nearly as
practicable, or adequate compensation made therefor out of
funds provided by [this act] those sections.

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The commission shall also have authority to pay D. the cost of such investigations and construction on any project from [said] the New Mexico irrigation works construction fund when contracts in form satisfactory to it [shall] have been entered into whereby title to works [shall] have been mortgaged, deeded, assigned or transferred by the owner [thereof] to the commission, and a program for reimbursement of all amounts expended, together with operation and maintenance charges, [shall] have been agreed upon. Provided that no construction contract shall be entered into without the prior approval of the state board of finance. The commission shall also have authority to receive and accept appropriations and contributions from any source of either money or property or other things of value to be held, used and applied for the purposes [in this act] provided in Sections 72-14-9 through 72-14-28 NMSA 1978."

**SECTION 3.** EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2020.

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