HOUSE BILL 220

54TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2020

INTRODUCED BY

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AN ACT

RELATING TO TRANSPORTATION; DISTRIBUTING REVENUE FROM THE MOTOR VEHICLE EXCISE TAX TO THE GENERAL FUND, THE STATE ROAD FUND AND THE LOCAL GOVERNMENT TRANSPORTATION PROJECT FUND; PROHIBITING A PLEDGE OF A PORTION OF THE DISTRIBUTIONS TO THE STATE ROAD FUND AND THE LOCAL GOVERNMENT TRANSPORTATION PROJECT FUND FOR THE PAYMENT OF BONDS; CLARIFYING AND ADDING DEFINITIONS TO THE LOCAL GOVERNMENT TRANSPORTATION PROJECT FUND.

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

SECTION 1. Section 7-14-10 NMSA 1978 (being Laws 1988, Chapter 73, Section 20, as amended) is amended to read:

"7-14-10. DISTRIBUTION OF PROCEEDS. --

The receipts from the tax and any associated interest and penalties shall be deposited in the "motor vehicle suspense fund", hereby created in the state treasury. As of

1	the end of each month, the net receipts attributable to the tax
2	and associated penalties and interest shall be distributed as
3	follows:
4	[A.] (1) prior to July 1, 2021:
5	$[\frac{(1)}{(a)}]$ seventy-one and eighty-nine
6	hundredths percent to the general fund;
7	$[\frac{(2)}{(b)}]$ three and eleven hundredths
8	percent to the state road fund; and
9	$[\frac{(3)}{(c)}]$ twenty-five percent to the
10	department of transportation, for expenditures needed to
11	mitigate the emergency road conditions related to activity in
12	the oil field in state transportation commission district 2;
13	and
14	[B.] <u>(2)</u> beginning July 1, 2021:
15	[(1) fifty-nine and thirty-nine hundredths]
16	(a) forty-two percent to the general
17	fund;
18	[(2) twenty-one and eighty-six hundredths]
19	(b) thirty-five percent to the state
20	road fund; and
21	[(3) eighteen and seventy-five hundredths]
22	(c) twenty-three percent to the local
23	[governments road] government transportation project fund.
24	B. Money from twenty-five percent of the
25	distributions made to the state road fund and the local
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3	the payment of bonds or debentures or expended to pay the
4	principal or interest of outstanding bonds or debentures."
5	SECTION 2. Section 67-3-78 NMSA 1978 (being Laws 2019,
6	Chapter 205, Section 1) is amended to read:
7	"67-3-78. [DEFINITIONS] LOCAL GOVERNMENT TRANSPORTATION
8	PROJECT FUND CREATED[DISTRIBUTIONS] <u>PLANNING AND</u>
9	PRIORITIZATION OF FUNDING TRANSPORTATION PROJECTS FOR LOCAL
10	GOVERNMENTS
11	[A. As used in this section:
12	(1) "fund" means the local government
13	transportation project fund;
14	(2) "local government" means a county or
15	municipality;
16	(3) "local government transportation project"
17	means environmental and other studies, planning, design,
18	construction and acquisition of rights of way necessary for the
19	development of transportation infrastructure in a county or
20	municipality;
21	(4) "non-state money" means money that does
22	not derive from revenue or interest into the state treasury or
23	into a state fund; and
24	(5) "transportation infrastructure" means
25	highways, streets, roadways, bridges, crossing structures and
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government transportation project fund pursuant to Paragraph

(2) of Subsection A of this section shall not be pledged for

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parking facilities, including all areas for vehicular use for travel, ingress, egress and parking.

B.] A. The "local government transportation project fund" is created in the state treasury. The fund consists of appropriations, donations, interest from investment of the fund and other money distributed to the fund. The department shall administer the fund and may establish subaccounts for the fund as it deems necessary. Money in the fund is appropriated to the department for expenditure as provided in this section. Disbursements from the fund shall be made by warrant of the secretary of finance and administration pursuant to vouchers signed by the secretary of transportation or the secretary's designee. Money in the fund shall not revert at the end of a fiscal year.

- [C.] B. Money in the fund may be used to make a grant to a local government for a [local government] transportation project that has been approved pursuant to Subsection [D] \underline{C} of this section for up to:
- ninety-five percent of the total cost of a (1) [local government] transportation project; provided that the local government has demonstrated an ability, and has contracted, to provide the remainder of the project costs in non-state money; or
- one hundred percent of the total cost of a (2) [local government] transportation project if a financial

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hardship qualification certificate is issued to the local government by the department of finance and administration and the level of hardship assistance is approved by the state transportation commission; provided that the local government has demonstrated an ability, and has contracted, to provide the remainder, <u>if any</u>, of the project costs in non-state money.

 $[D_{\bullet}]$ C. By [August 1, 2019 and by] August 1 of each year [thereafter], the secretary shall submit a proposed list to the state transportation commission of [local government] transportation projects identified through a transportation planning process by [the department's metropolitan planning organization and regional transportation planning organization planning process to the state transportation commission. Subject to any direction by the legislature regarding distributions from the fund, such as minimum distributions by engineering districts or to rural or urbanized local governments] metropolitan planning organizations and regional transportation planning organizations. The commission shall approve a prioritized list of [local government] the transportation projects for funding from the fund by [September 1, 2019 and by September 1 of each year [thereafter]. commission may approve subsequent changes to a priority list as [it] the commission deems necessary.

[E.] D. By [November 30, 2019 and by] November 30 of each year [thereafter], the department shall provide a .215858.5

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report to the appropriate interim legislative committee on the status of the fund, the status of the [local government] transportation projects for which grants have been made from the fund and the outstanding demand for assistance from the fund.

E. As used in this section:

- (1) "fund" means the local government transportation project fund;
- (2) "local government" means a county or municipality;
- (3) "metropolitan planning organization" means the policy board of an organization designated by the state to carry out a transportation planning process as permitted by federal law pursuant to 23 U.S.C. 134, as that section may be amended or renumbered;
- (4) "non-state money" means money that does not derive from revenue or interest into the state treasury or into a state fund;
- (5) "regional transportation planning organization" means the policy board of an organization designated by the state to carry out a transportation planning process as permitted by federal law pursuant to 23 U.S.C. 135, as that section may be amended or renumbered;
- (6) "transportation infrastructure" means highways, streets, roadways, bridges, crossing structures and .215858.5

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parking facilities, including all areas for vehicular use for
travel, ingress, egress and parking; and
(7) "transportation project" means
environmental and other studies, planning, design, construction
and maintenance of transportation infrastructure, and
acquisition of rights of way necessary for the development of
transportation infrastructure, but not including a
transportation enhancement or beautification project, as
determined by the state transportation commission."
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