AN ACT

RELATING TO CAPITAL EXPENDITURES; AUTHORIZING THE ISSUANCE OF SEVERANCE TAX BONDS TO DEVELOP A WATER SYSTEM MASTER PLAN FOR SEVERAL COMMUNITIES IN TAOS COUNTY; MAKING AN APPROPRIATION; DECLARING AN EMERGENCY.

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

Section 1. SEVERANCE TAX BONDS--PURPOSE FOR WHICH ISSUED-- APPROPRIATION OF PROCEEDS.--The state board of finance may issue and sell severance tax bonds in compliance with the Severance Tax Bonding Act in an amount not exceeding one hundred fifty thousand dollars ($150,000) when the department of environment certifies the need for the issuance of the bonds. The state board of finance shall schedule the issuance and sale of the bonds in the most expeditious and economical manner possible upon a finding by the board that the project has been developed

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1 sufficiently to justify the issuance and that the project can

2 proceed to contract within a reasonable time. The state board

3 of finance shall further take the appropriate steps necessary to

4 comply with the Internal Revenue Code of 1986, as amended. The

5 proceeds from the sale of the bonds are appropriated to the

6 department of environment for the purpose of completing a study

7 and master plan that will resolve the water system and

8 wastewater needs of the communities of Chamisal, Llano Largo,

9 Penasco, the pueblo of Picuris, Placitas, Rodarte, Rio Lucio and

10 Vadito located in Taos county. Any unexpended or unencumbered

11 balance remaining at the end of fiscal year 2000 shall revert to

12 the severance tax bonding fund. If the department of

13 environment has not certified the need for the issuance of the

14 bonds by the end of fiscal year 1999, the authorization provided

15 in this section shall be void.

16   Section 2. EMERGENCY.--It is necessary for the public

17 peace, health and safety that this act take effect immediately.

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