

_____ BILL _____

55TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2019

INTRODUCED BY

SEN/REP. _____

AN ACT

RELATING TO PUBLIC FINANCE; PERMITTING MUNICIPALITIES TO PLEDGE ANY REVENUES FOR
PAYMENT OF REFUNDING BONDS.

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

SECTION 1. Section 3-31-8 NMSA 1978 (being Laws 1965, Chapter 300, as amended by Laws 1967, Chapter 244, Section 4, as amended by Laws 1969, Chapter 179, Section 1, as amended by Laws 1985, Chapter 86, Section 4, as amended by Laws 1987, Chapter 170, Section 2, as amended by Laws 1995, Chapter 141, Section 4, as effective April 5, 1995) is amended to read:

§ 3-31-8. Revenue Bonds; refunding authorization; authority to mortgage municipal utility.

A. Any municipality having issued revenue bonds as authorized in Sections 3-31-1 through 3-31-7 NMSA 1978 or pursuant to any other laws enabling the governing body of any municipality having issued such revenue bonds payable only out of the pledged revenue may issue refunding revenue bonds for the purpose of refinancing, paying and discharging all or any part of such outstanding bonds of any one or more or all outstanding issues:

(1) for the acceleration, deceleration or other modification of the payment of such obligations, including without limitation any capitalization of any interest thereon in

NMSA 1978, a mortgage of the municipal utility that has been solely financed by revenue bonds to the bondholder or a trustee for the benefit and security of the holders of the refunding revenue bonds.

SECTION 2. Effective Date. -- The effective date of the provisions of this act is July 1, 2019.