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FISCAL IMPACT REPORT

	ORIGINAL DATE 1-31-06		
SPONSOR	Powdrell-Culbert	LAST UPDATED	HB 427
SHORT TITLE	SANDOVAL COUNTY FUEL PUMPS & STORAGE TANKS		SB
			ANALYST Hadwiger

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY06	FY07		
	\$400.0	Non-Rec	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Department of Finance and Administration (DFA)
New Mexico Department of Environment (NMED)

SUMMARY

Synopsis of Bill

House Bill 427 appropriates \$400 thousand from the general fund to the Local Government Division (LGD) of the Department of Finance and Administration (DFA) in FY07 to purchase and install fuel pumps and in-ground fuel storage pumps in Sandoval County to serve both Sandoval County and the City of Rio Rancho.

FISCAL IMPLICATIONS

The appropriation of \$400 thousand contained in this bill is a non-recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY07 would revert to the general fund.

SIGNIFICANT ISSUES

DFA noted the County of Sandoval will purchase six card reader fuel pumps, a 10,000 gallon tank for diesel and another 20,000 gallon storage tank for gas. The tanks will supplement a 4,000 gallon diesel tank and a 6,000 gallon gas tank currently in use. The storage tanks will al-

low the county to purchase fuel in larger quantities and cut down on delivery charges, which will cut fuel cost by approximately \$100,000. Additionally, other government entities will be able to use the expanded system and would translate into additional savings for those entities in addition to a savings for the state of New Mexico.

ADMINISTRATIVE IMPLICATIONS

The LGD would coordinate the funding for products and services with Sandoval County, where the county would issue a request for proposals (RFP) for products and services. Additional resources/staffing would not be required to administer the appropriation.

DH/nt