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## FISCAL IMPACT REPORT

ORIGINAL DATE 09/13/11  
 SPONSOR  Taylor  LAST UPDATED  09/20/11  HB  34   
 SHORT TITLE  Severance Tax Bond Projects  SB \_\_\_\_\_  
 ANALYST  Kehoe/Snyder

### APPROPRIATION (dollars in thousands)

| Appropriation |      | Recurring<br>or Non-Rec | Fund<br>Affected                      |
|---------------|------|-------------------------|---------------------------------------|
| FY11          | FY12 |                         |                                       |
| \$212,700.0   |      | Nonrecurring            | Severance Tax Bond<br>Fund            |
| \$550.0       |      | Nonrecurring            | Game and Fish Bond<br>Retirement Fund |
| \$325.0       |      | Nonrecurring            | Game Protection<br>Fund               |
| \$250.0       |      | Nonrecurring            | Habitat Management<br>Fund            |
| \$350.0       |      | Nonrecurring            | State Road Fund                       |

(Parenthesis ( ) Indicate Expenditure Decreases)

### REVENUE (dollars in thousands)

| Estimated Revenue |      |      | Recurring<br>or Non-Rec | Fund<br>Affected           |
|-------------------|------|------|-------------------------|----------------------------|
| FY11              | FY12 | FY13 |                         |                            |
| (\$42,015.0)      |      |      | Nonrecurring            | Severance Tax<br>Bond Fund |
| \$42,015.0        |      |      | Nonrecurring            | State Road Fund            |

(Parenthesis ( ) Indicate Revenue Decreases)

Duplicates Senate Bill 10

### SOURCES OF INFORMATION

- LFC Files
- Children, Youth & Family Department (CYFD)
- Department of Cultural Affairs (DCA)
- Department of Information Technology (DoIt)
- Department of Military Affairs (DMA)
- General Services Department (GSD)
- Human Services Department (HSD)
- New Mexico Border Authority (NMBA)

New Mexico Department of Game & Fish (NMDGF)  
New Mexico Department of Transportation (NMDOT)  
Office of the Secretary of State (SOS)  
Public Education Department (PED)

## **SUMMARY**

### Synopsis of Bill

House Bill 34 authorizes \$212.7 million from severance tax bond capacity and authorizes approximately \$1.5 million from other state funds for various capital outlay projects statewide. The bill contains an emergency clause. A spreadsheet listing the recipients and proposed allocations within this bill is attached.

## **FISCAL IMPLICATIONS**

Severance tax bond (STB) net capacity in fiscal year 2012 is \$212.7 million (Senior gross capacity totaling \$265.9 million less 10 percent of capacity equal to \$26.6 million for deposit into the water project fund, five percent of capacity equal to \$13.3 million for deposit into the tribal infrastructure fund, and five percent of capacity equal to \$13.3 million for deposit into the colonias infrastructure project fund). Supplemental severance tax bond capacity dedicated for public school construction is approximately \$147.7 million.

The authorization totaling approximately \$212.7 million contained in this bill is a nonrecurring expense to both severance tax bond (STB) capacity and other state funds (game and fish bond retirement fund, game protection fund, habitat management fund, and state road fund). *Except for appropriations to the capital program fund and the public school capital outlay fund, money from STB proceeds and any other fund contained in this bill may not be used to pay for administrative or any other indirect project costs.* The balance of an appropriation made from state funds to the Indian Affairs Department and Aging and Long-Term Services Department for a project located on lands of an Indian nation, tribe, or pueblo shall revert to the tribal infrastructure project fund within the time-frame set forth in this bill.

For the purposes in sections 1 and 2 of this bill, “unexpended balance” means the remainder of an appropriation after reserving for unpaid costs and expenses covered by binding written obligations to third parties. If an agency has not certified the readiness for STB proceeds by the end of fiscal year 2013, the authorization is void.

Unless otherwise specified, the unexpended balance from STB proceeds or other state funds (OSF) will revert to the STB fund or to the originating fund no later than the following dates: 1) for a project for which STB were issued to match federal grants, six months after completion of the project; 2) for a project issued to purchase vehicles, including emergency vehicles and other vehicles requiring special equipment, heavy equipment, books, educational technology, or other equipment or furniture not related to a more inclusive construction or renovation project, at the end of the fiscal year two years following the fiscal year in which the severance tax bonds were issued for the purchase; and 3) any other projects for which STB were issued, within six months of completion of the project, but no later than the end of fiscal year 2015.

All remaining proceeds from STB or OSF appropriated for a project in this Act shall revert to the STB or originating fund three months after the latest reversion date set forth in this bill.

In compliance with the Severance Tax Bonding Act, the State Board of Finance (BOF) is authorized to issue and sell STB in an amount not to exceed the total of the amounts appropriated in this bill. BOF must also comply with the Internal Revenue Code of 1986, as amended. The agencies named in this bill shall certify to BOF when the money from the proceeds of the severance tax bonds authorized in the bill is needed for the purposes specified in the applicable section of the bill. Before an agency certifies for issuance of the bonds, the project must be developed sufficiently so that the agency reasonably expects to: 1) incur within six months after the applicable bonds have been issued a substantial binding obligation to a third party to expend at least five percent of the bond proceeds for the project; and 2) spend at least eighty-five percent of the bond proceeds within three years after the applicable bonds have been issued.

Based on the certification of project readiness by grantees, the BOF authorizes the sale of bonds. The issuance of tax-exempt bonds for projects not ready to commence leaves the state open to noncompliance with the Internal Revenue Service Code. Failure to spend STB proceeds in a timely manner causes the state, under IRS regulations, to have to rebate interest earnings the state could otherwise use to reduce the cost of a project or to reduce debt service costs.

### **SIGNIFICANT ISSUES**

A majority of the projects contained in House Bill 34 relate to infrastructure needs at state-owned facilities intended to address public health and safety, projects in progress, preservation of state-owned property value, economic development, projects to replace antiquated systems, and projects depending on federal match dollars to maximize state dollars. Executive agencies whose missions are tied to facility conditions such as: hospitals, long-term care facilities, correctional and juvenile facilities, and public safety facilities face a multitude of issues due to substandard and aged facilities unable to meet fire and environmental code compliance.

Most of the projects in the bill were recommended by Legislative Finance Committee (LFC) staff and considered by the full Legislature in the 2011 Regular Session. The project selections were based on criteria (approved by the LFC), site visits, review of annual infrastructure capital improvement plans, monthly meetings with major state agencies (Department of Health, Corrections Department, Property Control Division, Department of Public Safety, and Children, Youth and Families Department), executive hearings, and presentations made before the Capitol Buildings Planning Commission and LFC during the interim.

The bill contains state matching funds totaling nearly \$40 million to generate over \$55 million in federal dollars within the next fiscal year required for completion of the following ongoing projects:

- Farmington Readiness Center for training of military police battalion (*state would lose \$8.5 million in federal match dollars if state match totaling \$1.6 million is not secured by September 30, 2011*)
- Alzheimer's and skilled nursing units at the Veteran's Home (\$6.5 million state match toward \$15.6 million federal funds)
- New Mexico Environment Department Wastewater Construction Loan Fund Program (\$1.4 million state match will generate \$7.2 million federal funds)

- Aamodt, Taos, and Navajo water rights settlement (\$15 million state match toward required \$130 million state match toward federal dollars totaling over \$1 billion required by 2017)
- The \$13.6 million contained in this bill for the Human Services, Income Support Division, ISD2R system is a portion of the \$28.9 million state match needed toward \$49.6 million in federal funds—total cost is \$75 million. The current system is 25 years old and at risk of catastrophic failure that could expose the state to legal and financial liability. Failure of the system would impact the delivery of benefits totaling nearly \$4 billion to 800,000 clients. The complexity involved in the development and implementation of the system is time-sensitive and requires immediate dollars to continue replacement of the system. In addition, the system does not currently have the capability to comply with Health Care Reform requirements and could impact the delivery of health care for over 600,000 recipients.

The bill contains over \$40 million for the state road fund. According to NMDOT, “budget and service cuts have taken place over the last two years and the department has experienced increased liability for vehicle damage from \$500,000 to \$1 million due to inadequately maintained roads since 2006. The department’s current Pavement Preservation Program four year accumulated funding gap is \$213 million, impacting 10,450 of unfunded lane miles throughout the state. In fiscal year 2010 the department’s operations experienced a \$40 million shortfall affecting the contract maintenance program previous funding gap of \$181 million four-year accumulated funding gap and 2,051 lane miles. The number of statewide deficient lane miles increased from FY 09 to FY 10 by 7.45 percent to 3,171 lane miles. The projected deficient lane miles for FY 11 are 3,407 lane miles. Deficient miles generally indicate areas in need of reconstruction or rehabilitation that is beyond pavement preservation. It is anticipated that the number of deficient miles will increase in future fiscal years as preventive maintenance funding has declined. Recent budget reductions have forced the department into a 12- to 15-year-cycle for chip sealing our roadways. Concurrently, the department has experienced an increased cost of chip sealing which is currently \$11,800 per lane mile--a \$29.5 million need for current annual chip seal program compared to \$10 million in fiscal year 1997.”

The bill contains funds for enterprise entities such as the New Mexico State Fair, Department of Cultural Affairs, and Cumbres Toltec & Scenic Railroad. The entities depend on capital funds for the continuous preservation of their facilities to attract visitors and generate operational funds.

## **DUPLICATION**

Senate Bill 10 duplicates this bill in its entirety.

## **OTHER SUBSTANTIVE ISSUES**

While recommended funds in House Bill 34 cannot substitute or alleviate operating budget shortfalls, the funds would stimulate economic activity in the state. According to the Associated General Contractors of America *State Construction Employment Report*, 1,500 construction jobs were lost in New Mexico in the last year. The current market conditions and the competition for work have driven down labor costs and profit margins, but it is difficult to predict how long this trend will continue. Delaying shovel-ready projects could become costly.

If severance tax bond funds for the most critical projects contained in this bill are not authorized until January 2012, funds will not be available until June or July 2012.

HOUSE BILL 34

|    | A   | B                                 | C  |
|----|---|-----------------------------------|--|
| 1  | <b>SOURCES</b>  |                                   |  |
| 2  | Total Severance Tax Bond Capacity                           | \$ 212,700,000                    |  |
| 3  | Total Executive Severance Tax Bond Request                  | \$ 212,700,000                    |  |
| 4  | <b>"APPROXIMATE" BALANCE FOR 2012 REGULAR SESSION</b>       | \$ -                              |  |
| 5  |   |                                   |  |
| 6  | <b>Agency</b>   | <b>2011 Special Session HB 34</b> | <b>Description</b>   |
| 7  |   |                                   |  |
| 8  | <b>Administrative Offices of the Courts</b>                 |                                   |  |
| 9  | Security and safety enhancements                            | \$ 1,500,000                      | To purchase and install security equipment including related infrastructure for select judicial districts and magistrate courts; and furnish and equip the newly constructed courthouse for the Eighth Judicial District (Taos). <b>(See Attachment A)</b> |
| 10 |   |                                   |  |
| 11 | <b>Aging and Long-Term Services Department</b>              |                                   |  |
| 12 | Renovation-code compliance                                  | \$ 1,970,000                      | To address critical, health and safety issues. <b>(See Attachment B)</b>   |
| 13 | Vehicles  | \$ 1,960,000                      | To purchase 12-passenger handicapped vans, cargo vans, walk-in vans, and food delivery vehicles. <b>(See Attachment B)</b>   |
| 14 |   |                                   |  |
| 15 | <b>Border Authority</b>                                     |                                   |  |
| 16 | Water supply and distribution system at Santa Teresa        | \$ 1,500,000                      | To upgrade the water supply and distribution system and replacing wells and fire pumps servicing the Santa Teresa Port of Entry and industrial areas.  |
| 17 | Commercial lane at Santa Teresa Port of Entry               | \$ 350,000                        | To construct a commercial lane and related infrastructure on the south-bound road to avoid congestion and back up of commercial export vehicles.   |
| 18 | Wastewater treatment facility at Santa Teresa Port of Entry | \$ 700,000                        | To plan, design, construct and equip the wastewater treatment facility serving the Santa Teresa Port of Entry, industrial areas, and surrounding areas.  |
| 19 |   |                                   |  |
| 20 | <b>Children, Youth and Families Department</b>              |                                   |  |
| 21 | Cambiar model regional plan - phase 1                       | \$ 1,300,000                      | As per Master Plan, to plan, design, and acquire land (approximately 16 acres) for a 54-bed juvenile detention facility consistent with CYFD long-term master plan in Southeastern New Mexico.   |

HOUSE BILL 34

|    | A   | B                          | C  |
|----|---|----------------------------|--|
| 6  | Agency  | 2011 Special Session HB 34 | Description  |
| 22 | YDDC and John Paul Taylor campus improvements | \$ 2,000,000               | To address security measures at juvenile correction facilities and for safety of staff and the general public. The YDDC and JPTC both recently experienced escapes. Personnel attributed the problem to obsolete and substandard security cameras and equipment.   |
| 23 |   |                            |  |
| 24 | <b>Commission of Public Records</b>           |                            |  |
| 25 | High density shelving                         | \$ 500,000                 | To purchase and install shelving that is specialized to maximize space efficiency for storage of public records within an existing facility in Albuquerque.  |
| 26 |   |                            |  |
| 27 | <b>Corrections Department</b>                 |                            |  |
| 28 | SNMCF, CNMCF, and WNMCF HVAC upgrades         | \$ 10,000,000              | To complete HVAC upgrades at Southern NM correctional facility (one unit), continue work at Central NM correctional facility (4 units), and begin upgrades at Western NM correctional facility. HVAC replacements critical to the safe operation of the prison and physical safety of staff. Phased project will continue into future years. |
| 29 | SNMCF & CNMCF kitchen remodel                 | \$ 2,900,000               | To equip and complete kitchen renovations at Southern New Mexico correctional facility and construct and equip new kitchen at Central New Mexico correctional facility. Food prep critical to operation of prisons.  |
| 30 | Statewide facility infrastructure             | \$ 3,000,000               | For security upgrades, repairs, and equipment statewide. Funds will address critical conditions that could threaten the safe operation of prisons.   |
| 31 | Roswell correctional facility                 | \$ 1,200,000               | To construct a water and wastewater system (engineering plans are complete) to meet environmental standards and regulations. Roswell Correctional facility has been cited by Environment Department for violations. Failure to correct could impact operations of the prison.  |
| 32 | WNMCF wastewater/erosion plan and design      | \$ 500,000                 | To plan and design water and wastewater erosion control (facility assessment completed).   |

HOUSE BILL 34

|    | A  | B                          | C   |
|----|--|----------------------------|---|
| 6  | Agency   | 2011 Special Session HB 34 | Description   |
| 33 |  |                            |   |
| 34 | <b>Cultural Affairs Department</b>                     |                            |   |
| 35 | Cultural facility repairs and renovations              | \$ 4,000,000               | For repairs, upgrades, and renovations at museums and monuments statewide.  |
| 36 | Cultural facilities requiring completion               | \$ 3,075,000               | * Museum of Natural History ( <b>\$750,000</b> ),<br>* Education complex at National Hispanic Cultural Center ( <b>\$225,000</b> ),<br>* Outdoor exhibits and security fencing at Farm and Ranch Heritage Museum ( <b>\$1 million</b> ),<br>* Water infrastructure and furniture, fixtures, and equipment at the Archaeology Center ( <b>\$500,000</b> ),<br>* Phase II exhibits at Bosque Redondo ( <b>\$500,000</b> ),<br>* Complete property acquisition at Ft. Selden ( <b>\$100,000</b> ). |
| 37 |  |                            |   |
| 38 | <b>Cumbres &amp; Toltec Scenic Railroad Commission</b> |                            |   |
| 39 | Track rehabilitation                                   | \$ 1,000,000               | To continue track upgrades and rehabilitation for safety purposes in preparation of late spring, early summer ridership season.   |
| 40 | Locomotive boiler rehabilitation                       | \$ 500,000                 | To replace arch and boiler tubes including other rehabilitation needs in compliance with standards set by the Federal Railroad Administration.  |
| 41 |  |                            |   |
| 42 | <b>Department of Environment</b>                       |                            |   |
| 43 | Wastewater facility construction loan fund             | \$ 1,444,400               | Funds will provide a 20 percent match to generate federal funds totaling \$7.2 million for implementation of the Wastewater Facility Construction Loan Act as required by the terms of any federal grant under the Clean Water Act.   |
| 44 | Water and wastewater special appropriations program    | \$ 5,000,000               | Special appropriations program for completion of critical water and wastewater treatment projects.  |
| 45 |  |                            |   |
| 46 | <b>Department of Finance &amp; Administration</b>      |                            |   |
| 47 | Critical capital project completion                    | \$ 10,000,000              | Unfinished local capital projects statewide.  |

HOUSE BILL 34

|    | A  | B                          | C   |
|----|--|----------------------------|---|
| 6  | Agency   | 2011 Special Session HB 34 | Description   |
| 48 |  |                            |   |
| 49 | <b>Department of Health (DOH)</b>              |                            |   |
| 50 | Facility patient health & safety               | \$ 5,500,000               | At the New Mexico Behavioral Health Institute (NMBHI) in Las Vegas:<br>* To address infrastructure deficiencies <b>(\$2.5 million)</b> ,<br>* Security <b>(\$1.5 million)</b> ,<br>* Equipment <b>(\$1.3 million)</b> ,<br>* ADA vehicle replacement <b>(\$200,000)</b> .   |
| 51 | Facility renovation and continued construction | \$ 7,000,000               | * To provide state match to secure \$15.6 million federal funds for the completion of the Alzheimer's skilled nursing unit at the New Mexico State Veterans' Home <b>(\$6.5 million)</b> ,<br>* To stabilize foundation of two buildings at NMBHI <b>(\$500,000)</b> .  |
| 52 | Scientific Laboratory Division                 | \$ 450,000                 | To purchase analytical equipment for use by the laboratory.   |
| 53 | Facility upgrades                              | \$ 6,400,000               | For NMBHI campus improvements:<br>* For roof replacement <b>(\$1.3 million)</b> ,<br>* Boiler upgrade of two buildings <b>(\$1.5 million)</b> ,<br>* Chiller purchase and installation <b>(\$300,000)</b> ,<br>For NM State Veterans' Home:<br>* HVAC system isolation <b>(\$700,000)</b> ,<br>* Infrastructure Improvements <b>(\$2.6 million)</b> . |
| 54 | Meadows phase 2 construction                   | \$ 4,500,000               | For construction of phase 2 of the New Meadows building at NMBHI in Las Vegas (36 bed unit). Project cost is \$8.9 million. The request covers the shortfall not generated from cigarette tax revenues.   |
| 55 |  |                            |   |
| 56 | <b>Department of Information Technology</b>    |                            |   |
| 57 | Two-way radio narrow banding                   | \$ 2,600,000               | To replace two-way radios and antenna systems required to support radio communications with agencies such as Public Safety, Game & Fish, Probation & Parole, Emergency Medical Services, Department of Transportations, et al.  |
| 58 | Enterprise e-mail services replacement/upgrade | \$ 500,000                 | To upgrade the technology and IT infrastructure to maintain the enterprise e-mail system.   |
| 59 | State voice services - telephone PBX           | \$ 500,000                 | Funding will be leveraged with \$500,000 from the equipment replacement fund to fully fund the project.   |
| 60 |  |                            |   |

HOUSE BILL 34

|    | A  | B                          | C  |
|----|--|----------------------------|--|
| 6  | Agency   | 2011 Special Session HB 34 | Description  |
| 61 | <b>Department of Military Affairs</b>                      |                            |  |
| 62 | Farmington Readiness Center renovation/addition            | \$ 1,600,000               | To design and construct readiness center in Farmington. Funds will supplement \$8.5 million from federal funds to complete the project. <b>State match required by end of federal fiscal year (9/30/11) or funds will be lost.</b> |
| 63 | National Guard at-risk youth program                       | \$ -                       | To plan, design, and construct dormitory facilities for at-risk program administered by the New Mexico National Guard.   |
| 64 |  |                            |  |
| 65 | <b>Department of Public Safety</b>                         |                            |  |
| 66 | Annual fleet maintenance and replacement                   | \$ 4,000,000               | To replace high-mileage vehicles and for satellite communication upgrades.   |
| 67 | Law Enforcement Academy dormitories                        | \$ 2,625,600               | To renovate the dormitory constructed in 1969, including fire suppression and HVAC upgrades.   |
| 68 | Espanola State Police district office                      | \$ 700,000                 | To plan, design, renovate, and expansion of existing facility.   |
| 69 |  |                            |  |
| 70 | <b>Department of Transportation</b>                        |                            |  |
| 71 | State road fund  | \$ 42,015,000              | To the state road fund for state highway improvements, including pavement preservation treatments, pavement overlay, rehabilitation and highway reconstruction statewide.  |
| 72 |  |                            |  |
| 73 | <b>Economic Development Department</b>                     |                            |  |
| 74 | Economic development project fund                          | \$ 8,000,000               | For statewide economic development projects pursuant to the Local Economic Development Act (LEDA).   |
| 75 | Mainstreet capital outlay fund                             | \$ 1,000,000               | For infrastructure projects in designated downtown mainstreet districts statewide.   |
| 76 |  |                            |  |
| 77 | <b>Energy, Minerals &amp; Natural Resources Department</b> |                            |  |
| 78 | Drought mitigation & fire protection                       | \$ 2,000,000               | To purchase and equip fire engines, conduct wildfire mitigation and forest restoration projects statewide.   |

HOUSE BILL 34

|    | A  | B                          | C  |
|----|--|----------------------------|--|
| 6  | Agency   | 2011 Special Session HB 34 | Description  |
| 79 |  |                            |  |
| 80 | <b>General Services Department (GSD)</b>                     |                            |  |
| 81 | Property Control Division (PCD) - statewide facility repairs | \$ 5,000,000               | To preserve and restore state facilities under PCD jurisdiction.   |
| 82 | Lujan building renovation - phase 1                          | \$ 10,000,000              | To complete major infrastructure and renovations to the building. (Preliminary assessments funded through American Reinvestment and Recovery Act.)   |
| 83 | Statewide demolition/decommissioning                         | \$ 2,000,000               | To decommission, abolish, or remove asbestos for unusable structures on the campuses of the Ft. Bayard Medical Center, including the old dormitories at the old Roswell Rehabilitation Center; and to demolish the oil conservancy building located in Hobbs, and buildings at YDDC. |
| 84 | Runnels building renovation and south capitol campus improve | \$ 1,200,000               | For renovations and infrastructure improvements to Runnels facility including HVAC and electrical systems; and for south capitol campus infill renovations.  |
| 85 |  |                            |  |
| 86 | <b>Higher Education Department</b>                           |                            |  |
| 87 | Infrastructure statewide                                     | \$ -                       | To address unforeseen "critical" infrastructure needs impacting the health and safety of students, staff, and the public. (Executive recommends 2012 GOB for higher education infrastructure.)   |
| 88 |  |                            |  |
| 89 | <b>Human Services Department (HSD)</b>                       |                            |  |
| 90 | Eligibility system replacement project (ISD2R)               | \$ 13,600,000              | To match 30% federal funds and supplement state funds to replace HSD's eligibility system replacement project (ISD2R) information system, phase 1. <b>The project is time-sensitive and critical for HSD operation of government services.</b>                                       |
| 91 | Commodities/FANS warehouse upgrades                          | \$ 300,000                 | To upgrade and improve commodity warehouse located in Albuquerque. The facility receives, stores, and distributes United States Department of Agriculture commodities for eligible recipients and low income families.   |
| 92 | D/V and communication room upgrades                          | \$ 250,000                 | To upgrade voice and data wiring and install backup cooling units for the computer systems at HSD offices in Farmington, Hobbs, Albuquerque, and Espanola.   |

HOUSE BILL 34

|     | A   | B                          | C   |
|-----|---|----------------------------|---|
| 6   | Agency  | 2011 Special Session HB 34 | Description   |
| 93  | Los Lunas Drug and Substance Abuse Center - phase 2                                     | \$ -                       | To construct phase 2 of the drug and substance abuse treatment facility in Los Lunas.   |
| 94  |   |                            |   |
| 95  | <b>New Mexico School for the Blind and Visually Impaired</b>                            |                            |   |
| 96  | School for the Blind and Visually Impaired - renovation of the Watkins Education Center | \$ 850,000                 | To repair critical building deficiencies, including upgrades for ADA and code requirements, and other renovations throughout the campus. (Funds should be allocated to PSCOF to coordinate with PSCOC.) <b>Anticipate PSCOC to approve additional funds for deficiencies.</b> |
| 97  |   |                            |   |
| 98  | <b>New Mexico School for the Deaf</b>   |                            |   |
| 99  | School for the Deaf - infrastructure/deficiencies/renovations                           | \$ 1,850,000               | To provide fire suppression systems, ADA improvements, and to continue renovations at Dillon Hall. (Funds should be allocated to PSCOF to coordinate with PSCOC.) <b>Anticipate PSCOC to approve additional funds for deficiencies.</b>                                       |
| 100 |   |                            |   |
| 101 | <b>New Mexico State Fair</b>  |                            |   |
| 102 | Deferred maintenance/improvements/upkeep  | \$ 4,000,000               | To address fire suppression, electrical infrastructure, and other deferred maintenance on the campus.   |
| 103 |   |                            |   |
| 104 | <b>Public Education Department (PED)</b>  |                            |   |
| 105 | School bus replacement  | \$ 4,300,000               | For replacement of state-owned aged buses with high mileage, pursuant to 22.8.7, NMSA 1978.   |
| 106 |   |                            |   |
| 107 | <b>Secretary of State</b>   |                            |   |
| 108 | Secretary of State information technology   | \$ 700,000                 | For replacement of aged equipment to prevent catastrophic loss or total system failure; manufacturer will no longer honor extended maintenance agreements; risks are high as SOS prepares for the upcoming election season.   |
| 109 |   |                            |   |
| 110 | <b>State Engineer's Office</b>  |                            |   |
| 111 | Surface water & ground water measurement - statewide                                    | \$ 500,000                 | To purchase and install meters to determine water use, water supply, impairment, public welfare, conservation, and water accountability.  |

HOUSE BILL 34

|     | A   | B                          | C  |
|-----|---|----------------------------|--|
| 6   | Agency  | 2011 Special Session HB 34 | Description  |
| 112 | Dam emergency repair                                  | \$ 3,700,000               | To construct phase I of the dam spillway in the Town of Springer and for emergency dam repairs statewide.  |
| 113 | Indian water rights settlement                        | \$ 15,000,000              | To the Indian water rights settlement fund. Funds to match federal earmarks for Aamodt, Taos, and Navajo Nation cases. Funds will provide partial state match toward \$130 million needed toward match of federal earmarked funds totaling nearly \$328 million. |
| 114 |   |                            |  |
| 115 | <b>Supreme Court Building Commission</b>              |                            |  |
| 116 | Supreme Court facility                                | \$ 780,000                 | To replace or upgrade the court building roof. (Recommended funds based on cost proposal dated 10/2010.)   |
| 117 | Supreme Court law library                             | \$ 3,000,000               | For ADA, lighting upgrades, electrical infrastructure, and other renovations.  |
| 118 |   |                            |  |
| 119 | <b>Taxation &amp; Revenue Department</b>              |                            |  |
| 120 | Microfilm equipment replacement                       | \$ 250,000                 | To purchase and install 8 scanners for the image processing unit.  |
| 121 | Mail extraction replacement                           | \$ 330,000                 | To purchase and install 15 mail extraction units.  |
| 122 |   |                            |  |
| 123 | <b>University of New Mexico</b>                       |                            |  |
| 124 | UNM Health Science Center                             | \$ -                       | To construct, renovate, and equip the UNM Health Science Education Center.   |
| 125 |   |                            |  |
| 126 | <b>Workforce Solutions Department</b>                 |                            |  |
| 127 | Deming workforce connection center                    | \$ 50,000                  | To plan and design the renovation and expansion of the office.   |
| 128 | Las Vegas workforce connection center                 | \$ 50,000                  | To plan and design the renovation and expansion of the office.   |
| 129 | NMWSA administration building HVAC upgrades - ph 3    | \$ 200,000                 | To complete the final phase of energy efficiency HVAC upgrades.  |
| 130 | NMDWS Administration Bldg. Safety and Code Compliance | \$ 1,000,000               | To replace ceiling grid and tiles throughout the four-story, 40-year-old building. Funds will also address energy efficiency lighting, replacement of window glass seals, and firewall code compliance.  |
| 131 |   |                            |  |
| 132 | <b>Total Severance Tax Bond Request</b>               | <b>\$ 212,700,000</b>      |  |

HOUSE BILL 34

|     | A   | B                          | C  |
|-----|---|----------------------------|--|
| 6   | Agency                                      | 2011 Special Session HB 34 | Description  |
| 133 |   |                            |  |
| 134 | <b>Other State Fund Requests</b>            |                            |  |
| 135 | Game & Fish Dept.                           | \$ 1,125,000               | Requests authorization to expend funds from bond interest retirement fund, game protection fund, and habitat management fund to address dam safety rule compliance, replacement of water pipeline at Red River hatchery, and for wildlife management area facility improvements. |
| 136 | Department of Transportation                | \$ 350,000                 | Requests authorization to expend state road funds for salt domes.  |
| 137 | <b>Total Other State Fund Authorization</b> | <b>\$ 1,475,000</b>        |  |
| 138 | <b>Grand Total</b>                          | <b>\$ 214,175,000</b>      |  |

### Administrative Office of the Court Capital Request

| PROJECT  | LOCATION  | AMOUNT<br>REQUESTED |
|--|---|---------------------|
| Audio/Video Intercom System  | Second Judicial District Court - Albuquerque      | \$ 49.3             |
| Purchase & Install Security Equipment                                  | Fourth Judicial District Court - Santa Rosa       | \$ 35.0             |
| Purchase, Install & Integrate 16 Additional Security Cameras           | Fourth Judicial District Court - Las Vegas        | \$ 125.0            |
| Security Enhancements for Curry & Roosevelt County Courthouses         | Ninth Judicial District Court - Clovis & Portales | \$ 75.0             |
| IT Security, Security Card Access & Camera System for Aztec Courthouse | Eleventh Judicial District Court - Aztec          | \$ 108.0            |
| Furniture & Equipment for New Taos County Courthouse                   | Eight Judicial District Court- Taos               | \$ 190.6            |
| Security Enhancements  | Santa Fe Magistrate Court                         | \$ 75.0             |
| Security Enhancements  | Clovis Magistrate Court                           | \$ 75.0             |
| Security Enhancements  | Las Vegas Magistrate Court                        | \$ 70.0             |
| Security Enhancements  | Alamogordo Magistrate Court                       | \$ 75.0             |
| Security Enhancements  | Grants Magistrate Court                           | \$ 80.0             |
| Security Enhancements  | Artesia Magistrate Court                          | \$ 60.0             |
| Security Enhancements  | Carlsbad Magistrate Court                         | \$ 65.0             |
| Security Enhancements  | Silver City Magistrate Court                      | \$ 68.0             |
| Security Enhancements  | Santa Rosa Magistrate Court                       | \$ 50.0             |
| Security Enhancements  | Deming Magistrate Court                           | \$ 57.0             |
| Security Enhancements  | Cuba Magistrate Court                             | \$ 50.0             |
| Security Enhancements  | Ft. Sumner Magistrate Court                       | \$ 2.0              |
| Security Enhancements  | Roy Magistrate Court                              | \$ 5.0              |
| Security Enhancements  | Raton Magistrate Court                            | \$ 2.0              |
| Security Enhancements  | T or C Magistrate Court                           | \$ 20.0             |
| Security Enhancements  | Aztec Magistrate Court                            | \$ 510.0            |
| Security Enhancements  | Belen Magistrate Court                            | \$ 21.0             |
| Security Enhancements  | Tucumcari Magistrate Court                        | \$ 10.0             |
| Security Enhancements  | Espanola Magistrate Court                         | \$ 3.0              |
| Security Enhancements  | Hobbs Magistrate Court                            | \$ 8.0              |
| Security Enhancements  | Roswell Magistrate Court                          | \$ 4.0              |
|  | <b>TOTAL</b>                                      | <b>\$ 1,892.9</b>   |

**AGING AND LONG TERM SERVICES DEPARTMENT  
CAPITAL PROJECTS REQUEST**

**ATTACHMENT B**

| <b>PROJECT</b>                          | <b>ENTITY</b>                              | <b>COUNTY</b> | <b>AMOUNT</b>    |
|---|--|---------------|------------------|
| Renovation-Code Compliance              | Pajarito Meal Site                         | Bernalillo    | 15,000           |
| Renovation-Code Compliance              | Rio Bravo Meal Site                        | Bernalillo    | 100,000          |
| Renovation-Code Compliance              | Raton Senior Center                        | Colfax        | 140,000          |
| Renovation-Code Compliance              | Springer Senior Center                     | Colfax        | 5,000            |
| Renovation-Code Compliance              | Beatrice Martinez Senior Center            | Rio Arriba    | 10,000           |
| Renovation-Code Compliance              | Espanola Senior Center (County)            | Rio Arriba    | 55,000           |
| Renovation-Code Compliance              | Corrales Senior Center                     | Sandoval      | 8,500            |
| Renovation-Code Compliance              | Edgewood Senior Center                     | Santa Fe      | 7,150            |
| Renovation-Code Compliance              | Mary Esther Gonzales Senior Center         | Santa Fe      | 128,467          |
| Renovation-Code Compliance              | Chamisal Senior Center                     | Taos          | 3,866            |
| Renovation-Code Compliance              | Questa Senior Center                       | Taos          | 3,866            |
| Renovation-Code Compliance              | Alice Converse Senior Center               | Curry         | 60,000           |
| Renovation-Code Compliance              | Artesia Senior Center                      | Lea           | 8,500            |
| Renovation-Code Compliance              | Eunice Senior Center                       | Lea           | 6,000            |
| Renovation-Code Compliance              | Des Moines Senior Center                   | Union         | 16,129           |
| Renovation-Code Compliance              | Munson Senior Center                       | Dona Ana      | 250,000          |
| Renovation-Code Compliance              | Grant County Senior Centers                | Grant         | 62,000           |
| Renovation-Code Compliance              | Truth or Consequences Senior Center        | Sierra        | 52,022           |
| Renovation-Code Compliance              | Socorro Senior Center                      | Socorro       | 13,000           |
| Renovation-Code Compliance              | Baca Chp Senior Center                     | McKinley      | 18,500           |
| Renovation-Code Compliance              | Ramah Chp Senior Center                    | McKinley      | 60,000           |
| Renovation-Code Compliance              | Thoreau Chp Senior Center                  | McKinley      | 100,000          |
| Renovation-Code Compliance              | Hogback (Tse' Daa' Kaan) Chp Senior Center | San Juan      | 31,000           |
| Renovation-Code Compliance              | Nageezi Chp Senior Center                  | San Juan      | 60,000           |
| Renovation-Code Compliance              | Sanostee Chp Senior Center                 | San Juan      | 250,000          |
| Renovation-Code Compliance              | Isleta Pueblo Senior Center                | Bernalillo    | 18,000           |
| Renovation-Code Compliance              | Zuni Pueblo Senior Center                  | McKinley      | 300,000          |
| Renovation-Code Compliance              | Jemez Pueblo Senior Center                 | Sandoval      | 11,000           |
| Renovation-Code Compliance              | Sandia Pueblo Senior Center                | Sandoval      | 177,000          |
| <b>Total Renovation-Code Compliance</b> |  |               | <b>1,970,000</b> |
|   |  |               |                  |
| Vehicles                                | Bernalillo Countywide Senior Centers       | Bernalillo    | 474,000          |
| Vehicles                                | Colfax Countywide Senior Centers           | Colfax        | 93,000           |
| Vehicles                                | Bloomfield Senior Center                   | San Juan      | 25,000           |
| Vehicles                                | San Juan Countywide Senior Centers         | San Juan      | 107,000          |
| Vehicles                                | Las Vegas/Pecos Senior Centers             | San Miguel    | 50,000           |
| Vehicles                                | Cuba Senior Center                         | Sandoval      | 40,000           |
| Vehicles                                | Santa Fe Citywide Senior Centers           | Santa Fe      | 178,000          |
| Vehicles                                | Santa Fe Countywide Senior Centers         | Santa Fe      | 274,000          |
| Vehicles                                | Chamisal Senior Center                     | Taos          | 35,000           |
| Vehicles                                | Valencia countywide Senior Centers         | Valencia      | 161,000          |
| Vehicles                                | Chaves Countywide Senior Centers           | Chaves        | 38,000           |
| Vehicles                                | Chaves Joy Roswell Senior Center           | Chaves        | 42,000           |
| Vehicles                                | Santa Rosa Senior Center                   | Guadalupe     | 25,000           |
| Vehicles                                | Artesia Senior Center                      | Lea           | 48,000           |
| Vehicles                                | Tatum Senior Center                        | Lea           | 25,000           |
| Vehicles                                | Mimbres & Silver City Senior Centers       | Grant         | 78,000           |
| Vehicles                                | Sacramento Mtns Senior Centers             | Otero         | 90,000           |
| Vehicles                                | Isleta Pueblo Senior Center                | Bernalillo    | 48,000           |
| Vehicles                                | Sandia, Santa Ana, Zia Pueblos Sr Ctrs     | Sandoval      | 129,000          |
| <b>Total Vehicles-Other</b>             |  |               | <b>1,960,000</b> |