SENATE BILL 635

42ND LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 1996

INTRODUCED BY

BILL J. MCKIBBEN

AN ACT

RELATING TO CAPITAL EXPENDITURES; AUTHORIZING THE ISSUANCE OF
SEVERANCE TAX BONDS TO PLAN, DESIGN AND CONSTRUCT A FIRE STATION
AND PURCHASE AN AMBULANCE FOR THE TOWN OF TEXICO IN CURRY 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--

A. 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 five
thousand dollars ($105,000) when the local government division of the department of finance
and administration 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 sufficiently to
justify the issuance and that the project can proceed to contract within a reasonable time. The
state board of finance shall further take the appropriate steps necessary to comply with the
Internal Revenue Code of 1986, as amended. The proceeds from the sale of the bonds are

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appropriated to the local government division of the department of finance and administration
for distribution in the following manner:

(1) fifty thousand dollars ($50,000) to plan, design and construct a
fire substation in the south area of Texico located in Curry county; and

(2) fifty-five thousand dollars ($55,000) to purchase and equip an
ambulance for the town of Texico, located in Curry county.

B. Any unexpended or unencumbered balance remaining at the end of fiscal
year 1999 shall revert to the severance tax bonding fund. If the local government division of
the department of finance and administration has not certified the need for the issuance of the
bonds by the end of fiscal year 1998, the authorization provided in this section shall be void.

Section 2. EMERGENCY.--It is necessary for the public peace, health and safety that
this act take effect immediately.

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Mr. President:

Your COMMITTEES' COMMITTEE, to whom has been referred

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has had it under consideration and finds same to be GERMANE, PURSUANT TO
CONSTITUTIONAL PROVISIONS, and thence referred to the FINANCE COMMITTEE.

Respectfully submitted,

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SENATOR MANNY M. ARAGON, Chairman

Adopted_______________________ Not Adopted_______________________

(Chief Clerk)                        (Chief Clerk)