LFC Requester:

Anne Hanika-Ortiz

AGENCY BILL ANALYSIS 2019 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, EMAIL ANALYSIS TO:

LFC@NMLEGIS.GOV

and

DFA@STATE.NM.US

{Include the bill no. in the email subject line, e.g., HB2, and only attach one bill analysis and related documentation per email message}

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Check all that apply:		Date 1/25/19		
Original	X Amendment	Bill No: HB 334		
Correction	n Substitute			
Sponsor:	Reps. S. Herrera, R. Gonzales	Agency Code: <u>305–Office of the Attorney Gen</u>	eral	
Short	Rural Water System Clean	Person Writing Anne Minard, SAAG		
Title:	Water Pilot Project	Phone: 505-490-4045 Email AMinard@nmag.g	gov	

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring	Fund	
FY19	FY20	or Nonrecurring	Affected	

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring	Fund
FY19	FY20	FY21	or Nonrecurring	Affected

(Parenthesis () Indicate Expenditure Decreases)

	FY19	FY20	FY21	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total						

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: Duplicates/Relates to Appropriation in the General Appropriation Act

SECTION III: NARRATIVE

This analysis is neither a formal Attorney General Opinion nor an Attorney General Advisory Letter. This is a staff analysis in response to a committee or legislator's request. The analysis does not represent any official policy or legal position of the Office of the Attorney General.

BILL SUMMARY

Synopsis: HB 334 appropriates \$900,000 from the general fund to the Office of the State Engineer to use in fiscal years 2020 through 2022 for contracting with "a statewide organization that has served rural water associations for more than ten years and has a track record of helping entities obtain funding from the water trust board to implement a three-year clean drinking water pilot project in northern New Mexico, including the counties of Rio Arriba, Taos, Colfax, Union, Mora, Harding, Los Alamos, Sandoval and Santa Fe, to provide technical assistance to rural and mutual domestic water systems with regard to operational, financial or managerial issues, including assistance with audits, engineering plans, legal plans or financial plans." It reverts any balance remaining at the end of fiscal year 2022 to the general fund.

FISCAL IMPLICATIONS N/A

SIGNIFICANT ISSUES N/A

PERFORMANCE IMPLICATIONS N/A

ADMINISTRATIVE IMPLICATIONS N/A

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP $\rm N/A$

TECHNICAL ISSUES N/A

OTHER SUBSTANTIVE ISSUES

As written, the bill seems oddly vague. For example, "a statewide organization that has served

rural water associations for more than ten years and has a track record of helping entities obtain funding from the water trust board" seems to describe a specific known entity—perhaps the New Mexico Acequia Association or the New Mexico Rural Water Association—but no specific recipient of the funds is identified. Similarly, "a three-year clean drinking water pilot project in northern New Mexico, including the counties of Rio Arriba, Taos, Colfax, Union, Mora, Harding, Los Alamos, Sandoval and Santa Fe" seems specific enough that it may already exist, but no project is identified.

However, even if the bill seeks to favor a specific organization and a specific project, the Water Trust Board is statutorily charged with prioritizing proposed water projects and vetting funding recipients under NMSA 1978, §§ 72-4A-5, 72-4A-7 and its regulations. *See* 19.25.10 NMAC. The bill does not appear to conflict with these statutes and regulations.

ALTERNATIVES N/A

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL Status quo.

AMENDMENTS N/A