





February 21, 2014

Brian Snyder  
Santa Fe City Manager  
City of Santa Fe  
200 Lincoln Avenue  
Santa Fe, New Mexico 87501

Dear City Manager Snyder,

The 2014 Legislative Session has concluded with the Legislature approving a \$6.2 Billion budget for fiscal year 2015, a severance tax bond capital outlay measure totaling nearly \$200 million and a general obligation bond measure totaling nearly \$167 million. All in all, while several other pieces of legislation were acted on, the primary focus and accomplishment during the session was the passage of the budget and the capital outlay measures. All passed legislation, including the budget, now heads to the Governor who has until March 12, 2014 to sign or veto legislation.

**City-Wide General Fund Priority**

**Law Enforcement Assisted Diversion ("LEAD") Pre-Booking Program,**

HB 212 Sponsor: Rep. Lucky Varela SB 176 Sponsor: Sen. Nancy Rodriguez

Amount Requested – \$200,000

**Amount Funded: \$140,000 – SFCS/SB 313 General Appropriation Act of 2014**

**Section 4, Fiscal Year 2015 Appropriation, Department of Finance, Section 2 Sub-section 5FF Page 36.**

**(ff) City of Santa Fe law enforcement assisted diversion program 140.0**

**City-Wide Statutory Priority**

**Amendment to the Hold Harmless Provision:**

HB 132 Sponsor: Rep. Harper Title: Local Government Hold Harmless Gross Receipts

**Bill died in House Appropriation and Finance Committee**

The main bill that the City of Santa Fe followed was HB 132 which was only a short-term fix to the elimination of the city's Hold Harmless provision contained in last year's HB 641. Eventually, the NM Municipal League will advance legislation in next year's long session that will re-instate the food tax but only require the local portion of the GRT be placed on food. The city will still need to determine if that is a desired solution. HB 132 would have eliminated the double taxation potential of the city and the county imposing separate maximum 3/8 increment increases by allowing the city the 3/8 allowed in the original HB 641 but only allows the county 1/8 whereas the original HB 641 allowed the county 3/8.

In the end, local fixes in many bills from Gallup to Rio Rancho and Las Cruces doomed any consensus on any one hold harmless bill not to mention resistance from the Senate Finance Committee on any changes to Hold Harmless.

**Top City-Wide Capital Outlay Priority Projects**

**Sponsored by entire Santa Fe Legislative Delegation:** Rep. Jim Trujillo, Rep. Carl Trujillo, Rep. Lucky Varela, Rep. Brian Egolf, Rep. Garcia Richard, Sen. Nancy Rodriguez, Sen. Peter Wirth and Sen. Phil Griego

**Airport Terminal Building Expansion,** Design and construct commercial terminal to accommodate additional and existing passenger service.

Amount Requested – \$1,200,000

**Amount Funded - \$890,000 CS/HB 55 Page 123, Item # 195**

**Shade Structures,** Design and construct shade structures in various City parks.

Amount Requested - \$300,000

**Amount Funded - \$ 320,000 CS/HB 55 Page 124, Item # 202**

**Top District Capital Outlay Priority Projects**

**Salvador Perez Pool Renovation,** to renovate, repair/replace and make improvements to the Salvador Perez Pool.

Sponsors: Rep. Egolf, Sen. Wirth, Rep. Varela and Sen. Rodriguez

Amount Requested - \$370,000

**Amount Funded - \$20,000 CS/HB 55 Page 124, Item # 203**

**Genoveva Chavez Community Center,** renovate, repair, construct and make improvements.

Sponsors: Rep. J. Trujillo, Sen. Rodriguez, Sen. Griego, Rep. Varela and Sen. Wirth

Amount Requested - \$800,000

**Amount Funded - \$25,000 CS/HB 55 Page 123, Item # 198**

**“Water” Capital Outlay Priority Projects**

**Watershed Management, (City #1 Water Priority)** – Thinning of Vegetation within watershed. The project helps the city and the county in terms of water efficiency and the project will be the priority with the Water Trust Board if not funded by the legislature.

**Sponsored by entire Santa Fe Legislative Delegation:** Rep. J. Trujillo, Rep. C. Trujillo, Rep. Varela, Rep. Egolf, Sen. Rodriguez, Sen. Wirth and Sen. Griego

Amount Requested - \$5,100,000

**Buckman Direct Diversion Facility Water Storage Tank (City #2 Water Priority)** – Plan, design, construct and install a new 4 million gallon finished water storage tank.

Sponsors: Rep. Jim Trujillo and Sen. Peter Wirth

Amount Requested - \$2,000,000

No funding was received for Water Capital Outlay Priority Projects from the Legislature but the City will apply for Water Trust Board funding for the two above projects.

Following is a summary of Capital Outlay "Monies Landed" during the 2014 Legislative Session.

**City of Santa Fe Projects Included in HB 55, Severance Tax Bond**

Project Title	2015 Requested Amount	House Sponsor	Senate Sponsor	Money Appropriated during 2014 NM Legislative Session
Airport Terminal Building Expansion	\$1,200,000	J. Trujillo, C. Trujillo, Varela, Egolf, Garcia Richard	Rodriguez, Wirth, Griego	\$890,000.00
Salvador Perez Pool	\$370,000	Varela, Egolf	Rodriguez, Wirth	\$20,000.00
Genoveva Chavez Community Center	\$800,000	J. Trujillo, Varela	Rodriguez, Griego, Wirth	\$25,000.00
Shade Structures	\$300,000	J. Trujillo, C. Trujillo, Varela, Egolf	Rodriguez, Wirth, Griego	\$320,000.00

**City of Santa Fe Senior Projects included in SB 53, General Obligation Bond Projects**

Project Title	2015 Requested Amount	House Sponsor	Senate Sponsor	Money Appropriated during 2014 NM Legislative Session
Senior Center Vehicles Citywide	N/A	N/A	N/A	\$500,000.00
Mary Esther Gonzales Sr. Center Improvements	N/A	N/A	N/A	\$178,100.00
Mary Esther Gonzales and Villa Consuelo Meal Equipment	N/A	N/A	N/A	\$175,000.00
Villa Consuelo Center Improvements	N/A	N/A	N/A	\$147,900.00
Mary Esther Gonzales and Villa Consuelo Equipment	N/A	N/A	N/A	\$77,380.00

**Total: \$2,333,380.00**

The City had a special "City of Santa Fe Day at the Legislature" that included the following:

- 2/4/2014 City of Santa Fe Day at the Legislature
- Introduction of Mayor, Council Members and City Staff on House and Senate Floor
- HM 23 City of Santa Fe Day at the Legislature
- SM 20 City of Santa Fe Day at the Legislature

Again, we are proud to report our success and thank you for your big part in that success. In the next several weeks, I will be setting up a meeting to de-brief in person and begin planning for other opportunities throughout the year. Thank you and we appreciate representing you and your business.

Sincerely,



Mark A. Duran, Principal  
Mark Duran & Associates, Inc.

## City of Santa Fe Bill Tracker

Bill	Short Title	Summary	Sponsor	Action
<a href="#"><u>HB 2</u></a>	GENERAL APPROPRIATION ACT OF 2013	MAKING GENERAL APPROPRIATIONS AND AUTHORIZING EXPENDITURES BY STATE AGENCIES REQUIRED BY LAW.	<a href="#"><u>Rep. Saavedra (D - 10 - Albuquerque)</u></a>	[2] HAFc [28] DNP-CS/DP [30] PASSED/H (53-16) [21] SFC [40] DP/a - PASSED/S (42-0) [50] h/cncrd SGND (Apr.5) Ch.227 (partial veto). (CS/H 2, 3, 4, 5 & 6)
<a href="#"><u>HB 16</u></a>	LIQUOR TAX DISTRIBUTION TO DWI GRANT FUND	RELATING TO TAXATION; INCREASING THE PERCENTAGE OF THE LIQUOR EXCISE TAX DISTRIBUTED TO THE LOCAL DWI GRANT FUND.	<a href="#"><u>Rep. Carl Trujillo (D - 46 - Santa Fe)</u></a>	HPREF [1] HTRC/HAFc-HTRC [11] DNP-CS/DP-HAFc [13] DP/a - PASSED/H (65-0) [11] SPAC/SFC-SPAC- DP-SFC [17] w/drn [19] PASSED/S
<a href="#"><u>HB 55</u></a>	2014 WORK NM ACT- SEVERANCE TAX BOND PROJECTS	RELATING TO CAPITAL EXPENDITURES; ENACTING THE 2014 WORK NEW MEXICO ACT; AUTHORIZING THE ISSUANCE OF SEVERANCE TAX BONDS; AUTHORIZING EXPENDITURES FROM CERTAIN FUNDS AND BALANCES; CLARIFYING CONDITIONS FOR THE ISSUANCE OF BONDS; ESTABLISHING CONDITIONS FOR THE EXPENDITURE OF SEVERANCE TAX BOND PROCEEDS; ESTABLISHING CONDITIONS FOR THE REVERSION OF UNEXPENDED BALANCES; MAKING APPROPRIATIONS; DECLARING AN EMERGENCY.	<a href="#"><u>Rep. Jim Trujillo (D - 45 - Santa Fe)</u></a>	HPREF [2] HTRC/HAFc-HTRC [13] DNP-CS/DP/a-HAFc- w/drn [14] fl/a-PASSED/H (65-2) [19] tld/S- w/drn - fl/a-PASSED/S (42-0)
<a href="#"><u>HB 212</u></a>	SANTA FE LAW ENFORCEMENT- ASSISTED DIVERSION	MAKING AN APPROPRIATION FOR LAW ENFORCEMENT-ASSISTED DIVERSION IN SANTA FE.	<a href="#"><u>Rep. Luciano "Lucky" Varela (D - 48 - Santa Fe)</u></a>	[6] HAFc
<a href="#"><u>HB 223</u></a>	CONVENTION CENTER FINANCING ACT DEFINITIONS	RELATING TO LOCAL GOVERNMENTS; CHANGING THE DEFINITION OF "CONVENTION CENTER" IN THE CONVENTION CENTER FINANCING ACT.	<a href="#"><u>Rep. Roberto "Bobby" J. Gonzales (D - 42 - Taos)</u></a>	[6] HBIC [11] DP [13] PASSED/H (63-0) [10] SPAC/SCORC-SPAC [11] DP-SCORC [15] DP [6] HBIC [11] DP [13] PASSED/H (63-0) [10] SPAC/SCORC-SPAC [11] DP-SCORC [15] DP
<a href="#"><u>HJM 15</u></a>	STUDY PRE-BOOKING DIVERSION PROGRAM	REQUESTING THE NEW MEXICO LEGISLATIVE COUNCIL TO DIRECT THE APPROPRIATE INTERIM COMMITTEE THAT STUDIES COURTS AND JUSTICE ISSUES TO STUDY THE FEASIBILITY OF A STATEWIDE PRE-BOOKING DIVERSION PROGRAM FOR NONVIOLENT DRUG- OR ALCOHOL-DEPENDENT OFFENDERS.	<a href="#"><u>Rep. Sheryl Williams Stapleton (D - 19 - Albuquerque)</u></a>	[6] HJC [11] DP/a [13] PASSED/H (48-0) [10] SRC/SJC-SRC [15] DP-SJC [17] w/drn
<a href="#"><u>SB 112</u></a>	WATER PROJECT FUND PROJECTS	RELATING TO FINANCE; AUTHORIZING THE NEW MEXICO FINANCE AUTHORITY TO MAKE LOANS OR GRANTS FROM THE WATER PROJECT FUND FOR CERTAIN WATER PROJECTS	<a href="#"><u>Sen. Joseph Cervantes (D - 31 - Dona Ana)</u></a> and <a href="#"><u>Rep. Patricia Lundstrom (D - 9 - Gallup)</u></a>	SPREF [2] SCC/SCONC/SFC-SCC-germane-SCONC [10] DNP-CS/DP-SFC [15] DNP-CS/DP [17] fl/a- PASSED/S (36-2) [13] HAFc [14] DP/a - PASSED/H (54-8) [19] s/cncrd

<u>SB 163</u>	CAPITAL OUTLAY REAUTHORIZATIONS	RELATING TO CAPITAL EXPENDITURES; REAUTHORIZING OR REAPPROPRIATING BALANCES, EXPANDING OR CHANGING PURPOSES, EXTENDING EXPENDITURE PERIODS, CHANGING AGENCIES AND ESTABLISHING CONDITIONS FOR THE REVERSION OF UNEXPENDED BALANCES OF APPROPRIATIONS MADE BY THE LEGISLATURE IN PRIOR YEARS; DECLARING AN EMERGENCY.	<u>Carlos R. Cisneros</u> (D - 6 - Santa Fe)	[2] SCC/SFC-SCC-germane-SFC [15] DNP-CS/DP [17] PASSED/S (39-0) [13] HTRC [14] DP
<u>SB 176</u>	SANTA FE LAW ENFORCEMENT-ASSISTED DIVERSION	MAKING AN APPROPRIATION FOR LAW ENFORCEMENT-ASSISTED DIVERSION IN SANTA FE.	<u>Sen. Nancy Rodriguez</u> (D - 24 - Santa Fe)	[2] SCC/SJC/SFC-SCC-germane-SJC [5] DP-SFC
<u>SB 263</u>	ALLOW LOCAL LIQUOR TAX & LIMIT RATES	RELATING TO LIQUOR EXCISE TAXES; AUTHORIZING COUNTIES TO IMPOSE A LOCAL LIQUOR EXCISE TAX; LIMITING RATES OF LOCAL LIQUOR EXCISE TAXES; ELIMINATING AN ADMINISTRATIVE FEE; MAKING AN APPROPRIATION.	<u>Senator Michael S. Sanchez</u> (D - 29 - Belen)	[4] SCC/SPAC/SFC-SCC-germane-SPAC [7] DP-SFC [11] DP/a - fl/a- PASSED/S (27-14) [13] HBIC/HTRC-HBIC

## HOLD HARMLESS BILLS

Bill	Short Title	Summary	Sponsor	Action
<u>HB 114</u>	REDUCTION IN HOLD HARMLESS GROSS RECEIPTS	RELATING TO TAXATION; PROVIDING AN EXCEPTION TO THE REDUCTION IN HOLD HARMLESS DISTRIBUTIONS FOR CERTAIN MUNICIPALITIES.	<u>Rep. Patricia Lundstrom</u> (D - 9 - Gallup)	HPREF [5] HTRC/HAFC-HTRC
<u>HB 132</u>	LOCAL GOVERNMENT HOLD HARMLESS GROSS RECEIPTS	RELATING TO TAXATION; REDUCING THE AMOUNT OF HOLD HARMLESS DISTRIBUTIONS TO MUNICIPALITIES AND COUNTIES BY THE AMOUNT OF A MUNICIPAL OR COUNTY HOLD HARMLESS GROSS RECEIPTS TAX.	<u>Rep. Jason Harper</u> (R - 57 - Rio Rancho)	HPREF [5] HTRC/HAFC-HTRC [11] DP/a-HAFC
<u>SB 87</u>	LOCAL GOV'T HOLD HARMLESS GROSS RECEIPTS	RELATING TO TAXATION; PROVIDING A DISTRIBUTION OF THE GROSS RECEIPTS TAX TO MUNICIPALITIES AND COUNTIES; REDUCING THE AMOUNT OF A MUNICIPAL OR COUNTY HOLD HARMLESS GROSS RECEIPTS TAX THAT MAY BE IMPOSED; PROVIDING CONDITIONS FOR WHEN A MUNICIPAL OR COUNTY HOLD HARMLESS GROSS RECEIPTS TAX MAY BE IMPOSED.	<u>Senator Steven P. Neville</u> (R - 2 - Aztec)	SPREF [2] SCC/SCORC/SFC-SCC-germane-SCORC [10] w/o rec-SFC
<u>SB 170</u>	REDUCTION IN HOLD HARMLESS GROSS RECEIPTS	RELATING TO TAXATION; PROVIDING AN EXCEPTION TO THE REDUCTION IN HOLD HARMLESS DISTRIBUTIONS FOR CERTAIN MUNICIPALITIES.	<u>Sen. George K. Munoz</u> (D - 4 - Gallup)	[2] SCC/SCORC/SFC-SCC-germane-SCORC [10] w/o rec-SFC
<u>SB 171</u>	LOCAL GOV'T HOLD HARMLESS GROSS RECEIPTS	RELATING TO TAXATION; PROVIDING AN EXCEPTION ON THE REDUCTION IN HOLD HARMLESS DISTRIBUTIONS FOR CERTAIN MUNICIPALITIES AND COUNTIES.	<u>Sen. George K. Munoz</u> (D - 4 - Gallup)	[2] SCC/SCORC/SFC-SCC-germane-SCORC [10] w/o rec-SFC