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HOUSE BILL 442

46TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2003 INTRODUCED BY

Thomas C. Taylor

AN ACT

RELATING TO THE LEGISLATURE; ABOLISHING CERTAIN INTERIM COMMITTEES AND TASK FORCES; ASSIGNING CERTAIN DUTIES AND FUNCTIONS TO THE NEW MEXICO LEGISLATIVE COUNCIL OR ITS DESIGNEES: AMENDING AND REPEALING CERTAIN SECTIONS OF THE NMSA 1978 THAT RELATE TO THE ABOLISHED COMMITTEES AND TASK FORCES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. TEMPORARY PROVISION -- FINDINGS AND PURPOSE. --

- The legislature finds that: A.
- (1) there has been a large increase in the number of statutorily created interim legislative committees;
- many of the committees have fully served their purposes and completed their assigned tasks, yet the perpetual existence and the performance of duties of the committees are still required by statute;

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- (3) statutorily mandating a committee to perpetually exist and hold meetings even after the committee has satisfied its original purpose is a waste of money and legislative resources;
- (4) the New Mexico legislative council has the power and has demonstrated a willingness and desire to create interim committees to research and study outstanding issues and make recommendations to the legislature; and
- (5) significant issues facing the state can be addressed more efficiently by committees created by the New Mexico legislative council rather than by committees created by legislation.
- B. The purpose of this act is to conserve state money and legislative resources by abolishing those interim legislative committees without a permanent staff that have been created by statute so that the current, outstanding and significant issues facing the state can be addressed more efficiently by committees created for those specific purposes by the New Mexico legislative council.

Section 2. Section 6-4-10 NMSA 1978 (being Laws 1999, Chapter 207, Section 2, as amended) is amended to read:

"6-4-10. TOBACCO SETTLEMENT PROGRAM FUND CREATED--PURPOSE. --

A. The "tobacco settlement program fund" is created in the state treasury and shall consist of distributions made . 142689. 4

from investment of the tobacco settlement program fund shall be credited to the fund. Beginning in fiscal year 2002, money in the tobacco settlement program fund may be appropriated by the legislature for any of the purposes specified in Subsection B of this section [and after receiving the recommendations of the tobacco settlement revenue oversight committee]. Balances in the tobacco settlement program fund at the end of any fiscal year shall remain in the fund.

- B. Money may be appropriated from the tobacco settlement program fund for health and educational purposes, including:
- (1) support of additional public school programs, including extracurricular and after-school programs designed to involve students in athletic, academic, musical, cultural, civic, mentoring and similar types of activities;
- (2) any health or health care program or service for prevention or treatment of disease or illness;
- (3) basic and applied research conducted by higher educational institutions or state agencies addressing the impact of smoking or other behavior on health and disease;
 - (4) public health programs and needs; and
- (5) tobacco use cessation and prevention programs, including statewide public information, education and media campaigns."

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Section 3. Section 6-21-5 NMSA 1978 (being Laws 1992, Chapter 61, Section 5, as amended) is amended to read:

"6-21-5. POWERS OF THE AUTHORITY. -- The authority is granted all powers necessary and appropriate to carry out and effectuate its public and corporate purposes, including the following powers:

- Α. to sue or be sued;
- R to adopt and alter an official seal;
- C. to make and alter bylaws for its organization and internal management and to adopt, subject to the review [and approval of the New Mexico finance authority oversight committee of an interim committee designated by the New Mexico <u>legislative council</u>, such rules as are necessary and appropriate to implement the provisions of the New Mexico Finance Authority Act;
- to appoint officers, agents and employees, prescribe their duties and qualifications and fix their compensation;
- Ε. to make, enter into and enforce all contracts, agreements and other instruments necessary, convenient or desirable in the exercise of the authority's powers and functions and for the purposes of the New Mexico Finance Authority Act;
- to acquire, construct, hold, improve, grant mortgages of, accept mortgages of, sell, lease, convey or . 142689. 4

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dispose of real and personal property for its public purposes;

- G. to acquire, construct or improve real property, buildings and facilities for lease and to pledge rentals and other income received from such leases to the payment of bonds;
- to make loans, leases and purchase securities and contract to make loans, leases and purchase securities;
- to make grants to qualified entities to finance public projects; provided that such grants are not made from the public project revolving fund;
- to procure insurance to secure payment on any loan, lease or purchase payments owed to the authority by a qualified entity in such amounts and from such insurers, including the federal government, as it may deem necessary or desirable and to pay any premiums for such insurance;
- to fix, revise from time to time, charge and K. collect fees and other charges in connection with the making of loans, leases and any other services rendered by the authority;
- to accept, administer, hold and use all funds made available to the authority from any sources;
- to borrow money and to issue bonds and provide for the rights of the holders of the bonds;
- to establish and maintain reserve and sinking fund accounts to insure against and have funds available for maintenance of other debt service accounts:
- 0. to invest and reinvest its funds and to take and . 142689. 4

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hold property as security for the investment of such funds as provided in the New Mexico Finance Authority Act;

- P. to employ attorneys, accountants, underwriters, financial advisers, trustees, paying agents, architects, engineers, contractors and such other advisers, consultants and agents as may be necessary and to fix and pay their compensation;
- Q. to apply for and accept gifts or grants of property, funds, services or aid in any form from the United States, any unit of government or any person and to comply, subject to the provisions of the New Mexico Finance Authority Act, with the terms and conditions of the gifts or grants;
- R. to maintain an office at any place in the state it may determine;
 - S. subject to any agreement with bondholders, to:
 - (1) renegotiate any loan, lease or agreement;
- (2) consent to any modification of the terms of any loan, lease or agreement; and
- (3) purchase bonds, which may upon purchase be canceled; and
- T. to do any and all things necessary or convenient to carry out its purposes and exercise the powers given and granted in the New Mexico Finance Authority Act."
- Section 4. Section 6-21-6.1 NMSA 1978 (being Laws 1994, Chapter 145, Section 2, as amended) is amended to read:

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"6-21-6. 1. PUBLIC PROJECT REVOLVING FUND--APPROPRIATIONS
TO OTHER FUNDS. --

The authority and the department of environment may enter into a joint powers agreement pursuant to the Joint Powers Agreements Act for the purpose of describing and allocating duties and responsibilities with respect to creation of an integrated loan and grant program to be financed through issuance of bonds payable from the public project revolving fund. The bonds may be issued in installments or at one time by the authority in amounts authorized by law. The aggregate amount of bonds authorized and outstanding pursuant to this subsection shall not be greater than the amount of bonds that may be annually repaid from an amount not to exceed thirty-five percent of the governmental gross receipts tax proceeds distributed to the public project revolving fund in the preceding fiscal year. The net proceeds may be used for purposes of the water and wastewater planning fund and the water and wastewater project grant fund as specified in the New Mexico Finance Authority Act or for purposes of the Wastewater Facility Construction Loan Act, the Rural Infrastructure Act, the Solid Waste Act or the Drinking Water State Revolving Loan Fund Act.

B. Public projects funded pursuant to the
Wastewater Facility Construction Loan Act, the Rural
Infrastructure Act, the Solid Waste Act or the Drinking Water
. 142689.4

State Revolving Loan Fund Act shall not require specific authorization by law as required in Sections 6-21-6 and 6-21-8 NMSA 1978.

C. At the end of each fiscal year, after all debt service charges, replenishment of reserves and administrative costs on all outstanding bonds, notes or other obligations payable from the public project revolving fund are satisfied, an aggregate amount not to exceed thirty-five percent of the governmental gross receipts tax proceeds distributed to the public project revolving fund in the preceding fiscal year less all debt service charges and administrative costs of the authority paid in the preceding fiscal year on bonds issued pursuant to this section may be appropriated by the legislature from the public project revolving fund to the following funds for local infrastructure financing:

- $\begin{tabular}{ll} (1) & the wastewater facility construction loan \\ fund for purposes of the Wastewater Facility Construction Loan \\ Act: \begin{tabular}{ll} Act: & the wastewater facility construction loan \\ Act: & the wastewater facility construction \\ Act: & the wastewate$
- (2) the rural infrastructure revolving loan fund for purposes of the Rural Infrastructure Act;
- (3) the solid waste facility grant fund for purposes of the Solid Waste Act;
- (4) the drinking water state revolving loan fund for purposes of the Drinking Water State Revolving Loan Fund Act;

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1	(5) the water and wast
2	fund for purposes specified in the New
3	Act; or
4	(6) the water and wast
5	purposes specified in the New Mexico Fi
6	D. The authority and the de
7	in coordination with the New Mexico [fi
8	oversight committee] legislative counci
9	committee designated by the council, ma
10	each regular session of the legislature
11	appropriated to the funds listed in Sub
12	section for local infrastructure financ
13	Section 5. Section 6-21-7 NMSA 19
14	Chapter 61, Section 7) is amended to re

tewater project grant Mexico Finance Authority

- tewater planning fund for nance Authority Act.
- partment of environment, nance authority l or an interim y recommend annually to e amounts to be section C of this ci ng. "

978 (being Laws 1992, ead:

"6-21-7. PUBLIC PROJECT FINANCE PROGRAM - DUTIES OF AUTHORITY. -- The authority has the following duties:

- to develop and administer a program to assist qualified entities individually or jointly in financing public projects;
- В. to establish a process and procedures for review and assessment of public project needs in the state and report to the New Mexico [finance authority oversight committee] legislative council or an interim committee designated by the council, the legislature and the governor the authority's public project financing and repayment agreement

recommendations; and

C. to cooperate with and exchange services and information with any federal, state or local governmental agency."

Section 6. Section 6-21-21 NMSA 1978 (being Laws 1992, Chapter 61, Section 21, as amended) is amended to read:

"6-21-21. MONEY OF THE AUTHORITY--EXPENSES--AUDIT--ANNUAL REPORT.--

A. All money of the authority, except as otherwise authorized or provided in the New Mexico Finance Authority Act or in a bond resolution, trust indenture or other instrument under which bonds are issued, shall be deposited as soon as practical in a separate account or accounts in banks or trust companies organized under the laws of this state. All deposits of money shall be secured, if required by the authority, in such a manner as the authority determines to be prudent. Banks or trust companies are authorized to give security for deposits of the authority.

- B. Subject to the provisions of any contract with bondholders, the authority shall prescribe a system of accounts.
- C. Money held by the authority that is not needed for immediate disbursement, including [any funds] money held in reserve, may be deposited with the state treasurer for short-term investment pursuant to Section 6-10-10.1 NMSA 1978. . 142689.4

or may be invested in direct and general obligations of or obligations fully and unconditionally guaranteed by the United States, obligations issued by agencies of the United States, obligations of this state or any political subdivision of the state, interest-bearing time deposits, commercial paper issued by corporations organized and operating within the United States and rated "prime" quality by a national rating service, other investments permitted by Section 6-10-10 NMSA 1978 or as otherwise provided by the trust indenture or bond resolution, if the [funds are] money is pledged for or [secure] secures payment of bonds issued by the authority.

- D. The authority shall have an audit of its books and accounts made at least once each year by the state auditor or by a certified public accounting firm whose proposal has been reviewed and approved by the state auditor. The cost of the audit shall be an expense of the authority. Copies of the audit shall be submitted to the governor and the New Mexico [finance authority oversight committee] legislative council or an interim committee designated by the council and made available to the public.
- E. The authority shall submit a report of its activities to the governor and to the legislature not later than December 1 of each year. Each report shall set forth a complete operating and financial statement covering its operations for that year."

Section 7. Section 7-9A-2.1 NMSA 1978 (being Laws 2001, Chapter 57, Section 2 and Laws 2001, Chapter 337, Section 2) is amended to read:

"7-9A-2.1. LEGISLATIVE OVERSIGHT.--[The interim revenue stabilization and tax policy committee] An interim committee designated by the New Mexico legislative council during the 2005 interim shall conduct a review of the use of the investment credit and the effectiveness of the credit in meeting the state's economic development and tax policy objectives. Following the study, the committee shall determine whether changes are necessary in the Investment Credit Act and report its findings and recommendations to the second session of the forty-seventh legislature."

Section 8. Section 7-9F-12 NMSA 1978 (being Laws 2000 (2nd S.S.), Chapter 22, Section 12) is amended to read:

"7-9F-12. DEPARTMENT REPORT. -- In October 2003 and each year thereafter, the department shall report to the legislative finance committee and the [revenue stabilization and tax policy committee] New Mexico legislative council or an interim committee designated by the council on the fiscal and economic impacts of the Technology Jobs Tax Credit Act using the most recently available data for the two prior fiscal years. The report shall include the number of taxpayers who have received basic credits or additional credits under the Technology Jobs Tax Credit Act, the amounts of the basic credits and additional . 142689. 4

credits, the geographic locations of the qualified facilities and the payroll increases of taxpayers related to additional credits, subject to the confidentiality provisions of Section 7-1-8 NMSA 1978."

Section 9. Section 7-27-5.15 NMSA 1978 (being Laws 1990, Chapter 126, Section 5, as amended by Laws 2001, Chapter 238, Section 1 and also by Laws 2001, Chapter 252, Section 10) is amended to read:

"7-27-5.15. NEW MEXICO PRIVATE EQUITY [FUND] FUNDS AND SMALL BUSINESS INVESTMENTS. --

A. No more than three percent of the market value of the severance tax permanent fund may be invested in New Mexico private equity funds under this section.

B. If an investment is made under Subsection A of this section, not more than fifteen million dollars (\$15,000,000) of the amount authorized for investment pursuant to Subsection A of this section shall be invested in any one New Mexico private equity fund. The amount invested in any one New Mexico private equity fund shall not exceed fifty percent of the committed capital of that fund.

C. In making investments pursuant to Subsection A of this section, the council shall give consideration to investments in New Mexico private equity funds whose investments enhance the economic development objectives of the state.

D. The state investment officer shall make investments pursuant to Subsection A of this section only upon approval of the council and upon review of the recommendation of the private equity investment advisory committee. The state investment officer is authorized to make investments pursuant to Subsection A of this section contingent upon a New Mexico private equity fund securing paid-in investments from other accredited investors for the balance of the minimum committed capital of the fund.

E. As used in this section:

- (1) "committed capital" means the sum of the fixed amounts of money that accredited investors have obligated for investment in a New Mexico private equity fund and which fixed amounts may be invested in that fund on one or more payments over time; and
- (2) "New Mexico private equity fund" means any limited partnership, limited liability company or corporation organized and operating in the United States and maintaining an office staffed by a full-time investment officer in New Mexico that:
- (a) has as its primary business activity the investment of funds in return for equity in or debt of businesses for the purpose of providing capital for start-up, expansion, product or market development, recapitalization or similar business purposes;

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- (b) holds out the prospects for capital appreciation from such investments;
- (c) has a minimum committed capital of fifteen million dollars (\$15,000,000);
- (d) has at least one full-time manager with at least three years of professional experience in assessing the growth prospects of businesses or evaluating business plans and who has established permanent residency in the state;
- (e) is committed to investing or helps secure investing by others in an amount at least equal to the total investment made by the state investment officer in that fund pursuant to this section, in businesses with a principal place of business in the state and that hold promise for attracting additional capital from individual or institutional investors nationwide for businesses in the state; and
- (f) accepts investments only from accredited investors as that term is defined in Section 2 of the federal Securities Act of 1933, as amended, (15 [U.S.C.] USCA Section 77(b)) and rules and regulations promulgated pursuant to that section.
- F. The state investment officer shall make a commitment to the small business investment corporation pursuant to the <u>federal</u> Small Business Investment Act <u>of 1958</u> to invest one-fourth [of one] percent of the market value of .142689.4

the severance tax permanent fund by July 1, 2001 to create new job opportunities by providing land, buildings or infrastructure for facilities to support new or expanding businesses. If invested capital in the small business investment corporation should at any time fall below one-fourth [of one] percent of the market value of the severance tax permanent fund, further commitments shall be made until the invested capital is equal to one-fourth [of one] percent of the market value of the fund. As used in this subsection, "invested capital" means the original capital contributed less any return of cost by the private equity funds.

G. The state investment officer shall report
semiannually on the New Mexico private equity fund investments
made pursuant to this section. Annually, a report shall be
submitted to the legislature prior to the beginning of each
regular legislative session and a second report no later than
October 1 each year to the legislative finance committee and
any other appropriate interim committee. Each report shall
provide the amounts invested in each New Mexico private equity
fund, as well as information about the objectives of the funds,
the companies in which each fund is invested and how each
investment enhances the economic development objectives of the
state."

Section 10. Section 15-1C-5 NMSA 1978 (being Laws 1999, Chapter 16, Section 5) is amended to read:

1	"15-1C-5. COMMISSIONPOWERS AND DUTIESThe commission				
2	shall:				
3	A. adopt and promulgate rules that specify the				
4	state information architecture to implement the state strategic				
5	pl an;				
6	B. adopt and promulgate other rules necessary for				
7	the administration of the Information Technology Management Act				
8	and the conduct of the affairs of the office;				
9	C. develop strategies for identifying and managing				
10	development projects that involve multiple agencies to ensure				
11	appropriate and timely resolution of system development				
12	problems;				
13	D. provide information technology planning				
14	guidelines for agency annual plans;				
15	E. update the state strategic plan annually,				
16	including identifying areas of noncompliance with the state				
17	strategic plan; and				
18	F. submit proposed rules to [the information				
19	technology oversight committee] an interim committee designated				
20	by the New Mexico legislative council for its review prior to				
21	adopti on. "				
22	Section 11. Section 15-1C-7 NMSA 1978 (being Laws 1999,				
23	Chapter 16, Section 7) is amended to read:				
24	"15-1C-7. OFFICEPOWERS AND DUTIES				
25	A. The office may:				
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- (1) obtain information, documents and records that are not confidential by law from an executive agency as needed to carry out the provisions of the Information Technology Management Act;
 - (2) enter into contracts:
- (3) perform performance or other audits or reviews of executive agency development projects or management processes; and
- (4) when requested, offer assistance or expertise to the judiciary, legislature, institutions of higher education, counties, municipalities, public school districts and other political subdivisions of the state.

B. The office shall:

- (1) review agency plans and make recommendations to the commission regarding prudent allocation of information technology resources; reduction of data, hardware and software redundancy; improving system interoperability and data accessibility among agencies;
- (2) approve executive agency requests for proposals and information technology professional service contracts for technical sufficiency as they pertain to information technology;
- (3) monitor executive agency compliance with its agency plan, the state strategic plan and state information architecture and report to the commission and executive agency

1	management on noncor	npliance;
2	(4)	revi ew
3	recovery mechanisms	and info

- (4) review information technology cost recovery mechanisms and information systems rate structures of executive agencies and make recommendations to the commission;
- (5) provide technical support to executive agencies in the development of their agency plans;
- (6) review appropriation requests related to executive agency information technology requests to ensure compliance with agency plans and the state strategic plan and make written recommendations to the department of finance and administration, the legislative finance committee and the [information technology oversight committee] New Mexico legislative council or an interim committee designated by the council by November 30 of each year;
- (7) provide oversight of development projects, including ensuring adequate risk management and disaster recovery practices and [monitor] monitoring compliance with strategies developed by the commission for timely resolution of development project problems; and
- $\hbox{ (8)} \quad \text{perform any other function assigned by the } \\ \text{commission.} \\ \hbox{ "}$

Section 12. Section 24-2C-4 NMSA 1978 (being Laws 1997, Chapter 256, Section 4) is amended to read:

"24-2C-4. PROGRAM CREATED--DEPARTMENT RESPONSIBILITIES. --

A. The department shall:

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	(1)	establis	h and	admi ni s	ster a	[harm
reduction]	program fo	or the pur	pose	of ster	rile hy	podermi c
svringe and	d needle ex	xchange:				

- (2) compile data to assist in planning and evaluating efforts to combat the spread of blood-borne diseases; and
- (3) make an annual report, including legislative recommendations, to the <u>New Mexico</u> legislative [health and human services committee] council or an interim committee designated by the council by October 1 each year.
- B. Within thirty days of [the effective date of the Harm Reduction Act] June 20, 1997, the department shall appoint an advisory committee to include representation from:
 - (1) the office of the attorney general;
- (2) the New Mexico state police division of the department of public safety;
- (3) the human immunodeficiency virus sexually transmitted disease bureau of the department;
- (4) the director of the epidemiology division of the department or his designee;
- (5) a medical officer of the public health division of the department; and
- (6) other persons or representatives as chosen by the secretary of health to ensure a thorough and unbiased evaluation of the program established under the Harm Reduction . 142689. 4

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- The advisory committee shall: C.
- develop policies and procedures for evaluation of the [harm reduction] program;
- develop criteria for data collection and **(2)** program evaluation; and
- meet as necessary to analyze data and monitor and produce a report on the [harm reduction] program.
- D. The department may contract with private providers to operate the program."

Section 27-2C-5 NMSA 1978 (being Laws 2002, Section 13. Chapter 105, Section 5) is amended to read:

"27-2C-5. REPORTING. -- The department shall report the savings from the pharmaceutical supplemental rebates for the preceding fiscal year to the New Mexico legislative [health and human services committee council or an interim committee designated by the council by November 1 of each year."

Section 28-16A-11 NMSA 1978 (being Laws 1993, Section 14. Chapter 50, Section 11) is amended to read:

DEVELOPMENTAL DISABILITIES PLANNING "28-16A-11. COUNCIL--REPORTS.--The developmental disabilities planning council shall submit reports on its preceding year's work to the governor and the New Mexico legislative [interim health and human services committee council or an interim committee designated by the council by December 1 of each year. . 142689. 4

reports shall contain recommendations, if any, for legislation or other appropriate action."

Section 15. Section 33-15-3 NMSA 1978 (being Laws 2001, Chapter 169, Section 3) is amended to read:

"33-15-3. INCARCERATION OF OUT-OF-STATE INMATES IN
PRIVATELY OPERATED CORRECTIONAL FACILITIES--MINIMUM
STANDARDS--SECRETARY'S AUTHORITY TO ADOPT RULES.--

A. A privately operated correctional facility shall have statutory authority, other than this section, in order to operate or house inmates. In addition to satisfying requirements set forth in a statute other than this section, a privately operated correctional facility shall meet the following minimum standards before housing ten or more out-of-state inmates:

- (1) all correctional officers and other persons, employed or engaged by a privately operated correctional facility, whose primary function is to provide security shall, before being assigned to provide the security functions, successfully complete a screening, background check and training course approved by the secretary. The secretary may offer to provide services to the privately operated correctional facility, including qualifying screening, background checks and a training program at the corrections academy at a reasonable cost;
- (2) a privately operated correctional facility
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shall provide immediate oral notice, followed by a written report, to the secretaries of public safety and corrections, the local county sheriff and the chief of police of the municipality in which the facility is located, or the chief of police of the nearest municipality, or their designees, whenever any of the following events occur at the privately operated correctional facility:

- discharge of a firearm other than (a) for training purposes;
- discharge of a chemical agent, gas (b) or munitions to control the behavior of two or more inmates;
 - a hostage situation; (c)
- the death of an immate, staff (d) member, visitor or other person;
- a disturbance involving five or more (e) inmates:
 - (f) an escape or attempted escape; or
 - the commission of a felony offense;
- a privately operated correctional facility shall obtain and maintain current accreditation by the American correctional association regarding standards for prisons or standards for jails. As to any new privately operated correctional facility, the secretary may allow the facility a period of two years from the date the facility becomes operational to obtain accreditation or may require the facility . 142689. 4

to apply for and receive provisional accreditation;

- (4) a privately operated correctional facility shall prepare an emergency response plan deemed satisfactory by the secretary. A copy of the emergency response plan shall be provided to the secretaries of public safety and corrections, the local county sheriff and the chief of police of the municipality in which the facility is located, or the chief of police of the nearest municipality, or their designees;
- (5) a privately operated correctional facility shall ensure that an out-of-state inmate released from the privately operated correctional facility is released to his state of origin; and
- (6) the owner or operator of a privately operated correctional facility shall enter into a written contract with the entity that proposes to house ten or more out-of-state inmates in the facility, and the contract shall contain provisions that require compliance with the minimum standards set forth in this subsection.
- B. The secretary shall review all contracts and proposed contracts between the owner or operator of a privately operated correctional facility and the entity that proposes to house ten or more out-of-state inmates in the facility. The secretary shall prepare and submit to the county a written report summarizing his review of each contract.
- C. The secretary shall inspect and monitor a .142689.4

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privately operated correctional facility that houses or proposes to house ten or more out-of-state inmates to ensure compliance with the minimum standards set forth in this section and to ensure compliance with standards and rules adopted by The secretary shall be the secretary pursuant to this section. provided with the classification records and other relevant records pertaining to the out-of-state inmates who are proposed to be incarcerated at the privately operated correctional facility. The secretary shall have subpoena authority as to all present and former employees and other personnel of the privately operated correctional facility, as well as to all records pertaining to the facility, for the purposes of Upon completion of an inspecting and monitoring the facility. inspection, the secretary shall submit a report with findings and recommendations to the privately operated correctional facility, the board of county commissioners for the county where the facility is located, the county sheriff of the county where the facility is located and the New Mexico legislative [corrections oversight committee] council or an interim committee designated by the council. The secretary shall allow the facility a reasonable period of time to address any deficiencies and recommendations set forth in the report. The secretary may conduct additional inspections to determine compliance with minimum standards, rules and any recommendations. If a privately operated correctional facility . 142689. 4

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that houses or proposes to house out-of-state inmates fails to comply with the standards and rules authorized pursuant to this section, the secretary shall notify the county of the deficiencies and recommend corrective action."

Section 16. Section 58-18-4 NMSA 1978 (being Laws 1975, Chapter 303, Section 4, as amended) is amended to read:

"58-18-4. AUTHORITY CREATED. --

There is created a public body politic and corporate, separate and apart from the state, constituting a governmental instrumentality, to be known as the "New Mexico mortgage finance authority", for the performance of essential public functions. The authority shall be composed of seven The director of the financial institutions division members. of the regulation and licensing department, state treasurer and attorney general shall be ex-officio members of the authority with voting privileges. The governor, with the advice and consent of the senate, shall appoint the other four members of the authority, who shall be residents of the state and shall not hold other public office. The four members of the authority appointed by the governor shall be appointed for terms of four years or less, staggered so that the term of one member expires on January 1 of each year. Vacancies shall be filled by the governor for the remainder of the unexpired term Any member of the authority shall be eligible for reappointment. Each member of the authority appointed by the

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governor may be removed by the governor for misfeasance, malfeasance or willful neglect of duty after reasonable notice and a public hearing, unless the notice and hearing are, in writing, expressly waived. Each member of the authority appointed by the governor, before entering upon his duty, shall take an oath of office to administer the duties of his office faithfully and impartially, and a record of the oath shall be filed in the office of the secretary of state. The governor shall designate a member of the authority to serve as chairman for a term which shall be coterminous with his then current term as a member of the authority. The authority shall annually elect one of its members as vice chairman. authority shall also elect or appoint and prescribe the duties of such other officers, who need not be members, as the authority deems necessary or advisable, including an executive director and a secretary, who may be the same person, and the authority shall fix the compensation of officers. Officers and employees of the authority are not subject to the Personnel The authority may delegate to one or more of its members, officers, employees or agents such powers and duties as it may deem proper.

B. All members, officers, employees or agents exercising any voting power or discretionary authority shall be required to have a fiduciary bond in the amount of one million dollars (\$1,000,000) for the faithful performance of their

duties, the cost of which shall be proper expense of the authority.

- and direct the affairs and business of the authority, subject to the policies, control and direction of the members of the authority. The secretary of the authority shall keep a record of the proceedings of the authority and shall be custodian of all books, documents and papers filed with the authority, the minute book or journal of the authority and its official seal. He shall have authority to cause copies to be made of all minutes and other records and documents of the authority and to give certificates under the official seal of the authority to the effect that the copies are true copies and all persons dealing with the authority may rely upon the certificates.
- D. Meetings of the authority shall be held at the call of the chairman or whenever three members so request in writing. A majority of members then in office shall constitute a quorum for the transaction of any business and for the exercise of any power or function of the authority. No vacancy in the membership of the authority shall impair the rights of a quorum to exercise all the rights and to perform all the duties of the authority. An ex-officio member from time to time may designate in writing another person to attend meetings of the authority and, to the same extent and with the same effect, act in his stead.

E. The authority is not created or organized, and its operations shall not be conducted, for the purpose of making a profit. No part of the revenues or assets of the authority shall inure to the benefit of or be distributable to its members or officers or other private persons. The members of the authority shall receive no compensation for their services, but the members of the authority, its officers and employees shall be paid allowed expenses if approved by the authority in accordance with policies adopted by the authority and [approved by the Mortgage Finance Authority Act oversight committee] reviewed by an interim committee designated by the New Mexico legislative council.

F. The authority shall be separate and apart from the state and shall not be subject to the supervision or control of any board, bureau, department or agency of the state except as specifically provided in the Mortgage Finance Authority Act. In order to effectuate the separation of the state from the authority, no use of the terms "state agency" or "instrumentality" in any other law of the state shall be deemed to refer to the authority unless the authority is specifically referred to therein."

Section 17. Section 58-18-5 NMSA 1978 (being Laws 1975, Chapter 303, Section 5, as amended) is amended to read:

"58-18-5. POWERS OF THE AUTHORITY.--The authority shall have all the powers necessary or convenient to carry out and .142689.4

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effectuate the purposes and provisions of the Mortgage Finance Authority Act, including, but without limiting the generality of the foregoing, the power:

- to sue and be sued: A.
- В. to have a seal and alter it at pleasure;
- C. to make and alter bylaws for its organization and internal management;
- D. to appoint other officers, agents and employees, prescribe their duties and qualifications and fix their compensation;
- to acquire, hold, improve, mortgage, lease and dispose of real and personal property for its public purposes;
- subject to the provisions of Section 58-18-6 NMSA 1978, to make loans, and contract to make loans, to mortgage lenders;
- G. subject to the provisions of Section 58-18-7 NMSA 1978, to purchase, and contract to purchase, mortgage loans from mortgage lenders;
- H. to procure or require the procurement of a policy of group or individual life insurance or disability insurance or both to insure repayment of mortgage loans in event of the death or disability of the borrower and to pay any premiums [therefor] for the policy;
- to procure insurance against any loss in connection with its operations, including without limitation . 142689. 4

the repayment of any mortgage loan, in [such] amounts and from [such] insurers, including the federal government, [as it may deem] that the authority deems necessary or desirable; to procure liability insurance covering its members, officers and employees for acts performed within the scope of their authority as members, officers or employees; and to pay any premiums [therefor] for insurance procured;

- J. subject to any agreement with bondholders or noteholders:
- (1) to renegotiate any mortgage loan or any loan to a mortgage lender in default;
- (2) to waive any default or consent to the modification of the terms of any mortgage loan or any loan to a mortgage lender and otherwise exercise all powers with respect to its mortgage loans and loans to mortgage lenders that any private creditor may exercise under applicable law; and
- judgment in any action or proceeding, including without limitation a foreclosure proceeding, to protect or enforce any right conferred upon it by law, mortgage loan agreement, contract or other agreement; and in connection with any such proceeding, to bid for and purchase the property or acquire or take possession of it and, in such event, complete, administer, pay the principal of and interest on any obligations incurred in connection with the property and operate or dispose of and

otherwise deal with the property in such manner as the authority may deem advisable to protect its interests therein;

- K. to make and execute contracts for the administration, servicing or collection of any mortgage loan and pay the reasonable value of services rendered to the authority pursuant to such contracts;
- L. to fix, revise from time to time, charge and collect fees and other charges in connection with the making of mortgage loans, the purchasing of mortgage loans and any other services rendered by the authority;
- M subject to any agreement with bondholders or noteholders, to sell any mortgage loans at public or private sale at such prices and on such terms as the authority shall determine:
- N. to borrow money and to issue bonds and notes that may be negotiable and to provide for the rights of the holders thereof;
- 0. to arrange for guarantees or other security, liquidity or credit enhancements in connection with its bonds, notes or other obligations by the federal government or by any private insurer or other provider and to pay any premiums therefor;
- P. subject to any agreement with bondholders or noteholders, to invest money of the authority not required for immediate use, including proceeds from the sale of any bonds or .142689.4

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- (1) in obligations of any municipality or the state or the United States of America;
- (2) in obligations the principal and interest of which are guaranteed by the state or the United States of America;
- (3) in obligations of any corporation wholly owned by the United States of America;
- (4) in obligations of any corporation sponsored by the United States of America that are or may become eligible as collateral for advances to member banks as determined by the board of governors of the federal reserve system;
- (5) in certificates of deposit or time deposits in banks qualified to do business in New Mexico, secured in the manner, if any, as the authority shall determine:
- (6) in contracts for the purchase and sale of obligations of the types specified in this subsection; or
- (7) as otherwise provided in any trust indenture or a resolution authorizing the issuance of the bonds or notes;
- Q. subject to any agreement with bondholders or noteholders, to purchase bonds or notes of the authority at the price as may be determined by the authority or to authorize

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third persons to purchase bonds or notes of the authority; bonds or notes so purchased shall be canceled or resold, as determined by the authority;

- R. to make surveys and to monitor on a continuing basis the adequacy of the supply of:
- (1) funds available in the private banking system in the state for affordable residential mortgages; and
- (2) adequate, safe and sanitary housing available to persons of low or moderate income in the state and various sections of the state;
- S. to make and execute agreements, contracts and other instruments necessary or convenient in the exercise of the powers and functions of the authority under the Mortgage Finance Authority Act;
- T. to employ architects, engineers, attorneys (other than and in addition to the attorney general of the state), accountants, housing, construction and financial experts and such other advisors, consultants and agents as may be necessary in its judgment and to fix and pay their compensation;
- U. to contract for and to accept any gifts or grants or loans of funds or property or financial or other aid in any form from the federal government or from any other source and to comply, subject to the provisions of the Mortgage Finance Authority Act, with the terms and conditions thereof;

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V. to maintain an office at such place in the state as it may determine;

subject to any agreement with bondholders and noteholders, to make, alter or repeal, subject to prior approval by the Mortgage Finance Authority Act oversight committee, hereby created, to be composed of four members appointed by the president pro tempore of the senate and four members appointed by the speaker of the house of representatives review by an interim committee designated by the New Mexico legislative council, such rules and regulations with respect to its operations, properties and facilities as are necessary to carry out its functions and duties in the administration of the Mortgage Finance Authority Act;

X. to make, purchase, guarantee, service and administer mortgage loans for residential housing for the purposes set forth in the Mortgage Finance Authority Act where private banking channels and private enterprise, unaided, have not, cannot or are unwilling to make, purchase, guarantee, service or administer the loans; and

to do any and all things necessary or convenient to carry out its purposes and exercise the powers given and granted in the Mortgage Finance Authority Act."

Section 18. Section 58-18-5.2 NMSA 1978 (being Laws 1981, Chapter 173, Section 2, as amended) is amended to read:

"58-18-5.2. AUTHORITY DUTIES. -- The authority shall make . 142689. 4

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available to the [Mortgage Finance Authority Act oversight committee] New Mexico legislative council or an interim committee designated by the council all of its records and facilities upon written request."

Section 19. Section 58-18-8 NMSA 1978 (being Laws 1975, Chapter 303, Section 8, as amended) is amended to read:

"58-18-8. RULES AND REGULATIONS OF THE AUTHORITY. --

A. The authority shall adopt and may from time to time modify or repeal, subject to prior [approval by the Mortgage Finance Authority Act oversight committee] review by an interim committee designated by the New Mexico legislative council, rules and regulations:

- (1) for determining income levels for the classification of persons of low or moderate income, which may vary between different areas in the state and in accordance with the size of family unit; and
 - (2) for governing:
- (a) the making of loans to mortgage lenders; and
- (b) the purchase of mortgage loans, to implement the powers authorized and to achieve the purposes set forth in the Mortgage Finance Authority Act.
- B. The rules and regulations of the authority relating to the making of loans to mortgage lenders pursuant to Section 58-18-6 NMSA 1978 or the purchase of mortgage loans . 142689.4

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pursuant to Section 58-18-7 NMSA 1978 shall provide at least for the following:

- (1) procedures for the submission by mortgage lenders to the authority of:
 - (a) requests for loans; and
 - (b) offers to sell mortgage loans;
- (2) standards for allocating bond proceeds among mortgage lenders requesting loans from or offering to sell mortgage loans to the authority;
- (3) standards for determining the principal amount to be loaned to each mortgage lender and the interest rate thereon;
- (4) standards for determining the aggregate principal amount of mortgage loans to be purchased from each mortgage lender and the purchase price thereof;
 - (5) qualifications or characteristics of:
 - (a) residential housing; and
- (b) the purchasers of residential housing to be financed by new mortgage loans made in satisfaction of the requirements of Subsection F of Section 58-18-6 NMSA 1978 or Subsection B of Section 58-18-7 NMSA 1978, as the case may be;
- (6) restrictions as to the interest rates to be allowed on new mortgage loans and the return to be realized therefrom by mortgage lenders;

	(7)) requ	i rements	as t	o commit	ments a	and
di sbursements	by mo	rtgage	lenders	wi th	respect	to new	mortgage
loans; and							

- (8) standards for mobile homes eligible for use as security.
- C. The rules and regulations of the authority shall also provide for:
- (1) schedules of any fees and charges to be imposed by the authority; and
- (2) any other matters related to the duties and the exercise of the powers of the authority under the Mortgage Finance Authority Act."

Section 20. Section 58-18-8.1 NMSA 1978 (being Laws 1982, Chapter 86, Section 7, as amended) is amended to read:

"58-18-8.1. RULES AND REGULATIONS OF THE AUTHORITY-MULTIPLE-FAMILY DWELLINGS OR TRANSITIONAL [AND] OR CONGREGATE
HOUSING FACILITIES.--Prior to financing a multiple-family
dwelling project or transitional or congregate housing
facility, the authority shall adopt, subject to prior [approvalby the Mortgage Finance Authority Act oversight committee]
review by an interim committee designated by the New Mexico
legislative council, rules and regulations governing the
purchase of project mortgage loans and the making of loans to
finance project mortgage loans, which shall provide at least
for the following:

1	A. procedures for the submission by mortgage
2	lenders to the authority of:
3	(1) offers to sell project mortgage loans; or
4	(2) requests for loans;
5	B. standards for approving qualifications of
6	sponsors and mortgage lenders;
7	C. standards for determining minimum equity
8	requirements for sponsors and acceptable debt-to-equity ratios
9	for sponsors;
10	D. methods for establishing uniform accounting
11	systems for sponsors;
12	E. standards for approving costs of such projects;
13	and
14	F. guidelines establishing reasonable geographic
15	allocation procedures for project mortgage loans."
16	Section 21. Section 58-18-8.2 NMSA 1978 (being Laws 1983,
17	Chapter 285, Section 3) is amended to read:
18	"58-18-8.2. RULES AND REGULATIONS OF THE AUTHORITY
19	SECONDARY MARKET FACILITYPrior to establishing a secondary
20	market facility or issuing any pass-through security, the
21	authority shall adopt, subject to prior [approval by the
22	Mortgage Finance Authority Act oversight committee] review by
23	an interim committee designated by the New Mexico legislative
24	council, rules and regulations governing the operations of the
25	secondary market facility and the issuance of pass through

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2	extent that the secondary market facility proposes to engage in
3	such activities:
4	A. procedures for submission by mortgage lenders to
5	the authority of offers to sell:
6	(1) mortgage loans;
7	(2) pass-through securities; or
8	(3) obligations secured by mortgage loans or
9	pledges of mortgage loan revenues;
10	B. standards for allocating available funds or
11	guarantees among mortgage lenders through the secondary market
12	facility;
13	C. qualifications or conditions relating to the
14	reinvestment by mortgage lenders of the funds made available to
15	mortgage lenders by the secondary market facility; and
16	D. characteristics of pass-through securities to be
17	issued by the secondary market facility."
18	Section 22. Section 58-18-8.3 NMSA 1978 (being Laws 1984,
19	Chapter 62, Section 3, as amended) is amended to read:
20	"58-18-8.3. RULES AND REGULATIONS OF THE AUTHORITYHOME
21	IMPROVEMENT LOAN PROGRAM Prior to implementing the home
22	improvement loan program referred to in [Subsection B of]
23	Section 58-18-7.3 NMSA 1978, the authority shall adopt, subject
24	to prior [approval by the Mortgage Finance Authority Act
25	oversight committee] review by an interim committee designated

securities, which shall provide for the following, to the

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by the New Mexico legislative council, rules and regulations governing the purchase of home improvement loans or loans to mortgage lenders to fund home improvement loans under the program, which shall provide at least for the following:

- A. procedures for submission by mortgage lenders to the authority of offers to sell home improvement loans;
- B. standards for approving qualifications of mortgage lenders;
- C. standards for allocating bond proceeds or other authority funds among mortgage lenders offering to sell home improvement loans to the authority and among mortgage lenders receiving loans from the authority to fund home improvement loans;
 - D. qualifications or characteristics of:
- (1) residential housing upon which a home improvement loan may be made;
- (2) the types of home improvements that may be made with the proceeds of home improvement loans, except that the authority shall not permit the proceeds to be used for landscaping, lawn sprinkling systems, swimming pools, tennis courts, saunas or other recreational facilities; and
- (3) the persons of low or moderate income who may apply for home improvement loans;
- E. restrictions as to the interest rates to be allowed on home improvement loans and the fees and other profit . 142689. 4

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to be realized by mortgage lenders; and

F. procedures for determining eligibility for any subsidies to be provided to persons of low or moderate income."

Section 23. Section 58-24-8 NMSA 1978 (being Laws 1983, Chapter 300, Section 8) is amended to read:

"58-24-8. RULES AND REGULATIONS OF THE BOARD. --

A. Subject to prior [approval of the industrial and agricultural finance authority oversight committee] review by an interim committee designated by the New Mexico legislative council, the board shall adopt and may from time to time modify or repeal rules and regulations:

(1) for determining criteria for the classification and setting of priorities of commercial or agricultural industries in need of development, improvement or rehabilitation, which criteria may vary between different areas in the state and in accordance with the possible employment benefits; and

(2) for governing:

- (a) the making of project loans;
- (b) the making of lender loans; and
- (c) the purchase of project loans, to implement the powers authorized and to achieve the purposes set forth in the Industrial and Agricultural Finance Authority Act.
- B. The rules and regulations of the board relating to the making of lender or project loans or the purchase of .142689.4

1	project loans shall provide at least for the following:
2	(1) procedures for the submission by lenders
3	to the board of:
4	(a) requests for loans; and
5	(b) offers to sell loans;
6	(2) written standards for allocating bond
7	proceeds among lenders requesting lender loans from, or
8	offering to sell project loans to, the authority;
9	(3) qualifications or characteristics of:
10	(a) commercial, industrial or
11	agricultural facilities; and
12	(b) the sponsors or owners thereof; and
13	(4) requirements as to commitments and
14	disbursements by lenders with respect to project loans."
15	Section 24. Section 58-27-10 NMSA 1978 (being Laws 1991,
16	Chapter 131, Section 10, as amended) is amended to read:
17	"58-27-10. POWERS AND DUTIES OF AUTHORITY
18	A. The authority shall:
19	(1) advise the governor and his staff and the
20	New Mexico [finance authority oversight committee] legislative
21	council or an interim committee designated by the council on
22	methods, proposals, programs and initiatives involving the New
23	Mexico-Chihuahua border area that may further stimulate the
24	border economy and provide additional employment opportunities
25	for New Mexico citizens;

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1	(2) subject to the provisions of the Border
2	Development Act, initiate, develop, acquire, own, construct and
3	maintain border development projects;
4	(3) create programs to expand economic
5	opportunities beyond the New Mexico-Chihuahua border area to
6	other areas of the state;
7	(4) create avenues of communication between

- (4) create avenues of communication between
 New Mexico and Chihuahua and the republic of Mexico concerning
 economic development, trade and commerce, transportation and
 industrial affairs:
- (5) promote legislation that will further the goals of the authority and development of the border region;
- (6) produce or cause to have produced promotional literature related to explanation and fulfillment of the authority's goals;
- (7) actively recruit industries and establish programs that will result in the location and relocation of new industries in the state;
- (8) coordinate and expedite the involvement of the executive department's border area efforts; and
- (9) perform or cause to be performed environmental, transportation, communication, land use and other technical studies necessary or advisable for projects or programs or to secure port-of-entry approval by the United States and the Mexican governments and other appropriate

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governmental agencies.

- B. The authority $[\frac{shall be}{is}]$ authorized to $[\frac{also}{is}]$:
- (1) solicit and accept federal, state, local and private grants of funds, property <u>or</u> financial or other aid in any form for the purpose of carrying out the provisions of the Border Development Act;
- (2) adopt regulations governing the manner in which its business [shall be] is transacted and the manner in which the powers of the authority [shall be] are exercised and its duties performed;
- (3) act as an applicant for and operator of port-of-entry facilities and, as the applicant, carry out all tasks and functions, including acquisition by purchase or gift of any real property necessary for port-of-entry facilities, acquisition by purchase, gift or construction of any facilities or other real or personal property necessary for a port of entry and filing all necessary documents and follow-up of such filings with appropriate agencies; and
- (4) as part of a port, give or transfer real property, facilities and improvements owned by the authority to the United States government."

Section 25. Section 58-28-8 NMSA 1978 (being Laws 1997, Chapter 118, Section 8) is amended to read:

"58-28-8. LAND TITLE TRUST FUND ADVISORY COMMITTEE
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CREATED--FUNCTIONS. --

- A. The "land title trust fund advisory committee" is created. The committee shall consist of seven persons:
- (1) the chairman of the trustee or his designee, who shall serve as chairman of the committee;
- (2) two representatives of the land title industry appointed by the governor;
- (3) one representative of the banking industry and one representative of the real estate industry appointed by the president pro tempore of the senate; and
- (4) one representative of the mortgage lending industry and one representative of the real estate industry appointed by the speaker of the house of representatives.
- B. Of the first committee members appointed, two shall be appointed for terms of five years, two shall be appointed for terms of four years and two shall be appointed for terms of three years. Thereafter, appointed members shall be appointed for terms of five years. Members shall serve at the pleasure of their respective appointing authorities, and vacancies shall be filled by the appropriate appointing authority. Any member of the committee shall be eligible for reappointment.
- C. The committee shall be advisory to the trustee and shall be subject to oversight by the [Mortgage Finance Authority Act oversight committee] New Mexico legislative

	counci l	or	an	interim	committee	desi gnated	by	the	counci l
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- D. The committee shall review all project applications and make recommendations to the trustee for funding them. The committee shall not be involved in or advisory to the trustee in matters relating to the investment of the fund.
- E. The committee shall adopt and promulgate rules and regulations regarding:
- (1) the time, place and procedures of committee meetings;
- (2) the procedures for the review of and standards for recommending applications for loans or grant projects; and
- (3) the obligations of title companies pursuant to the provisions of the Land Title Trust Fund Act."

Section 26. Section 62-3A-18 NMSA 1978 (being Laws 1999, Chapter 294, Section 18, as amended) is amended to read:

"62-3A-18. FRANCHISE FEES--GROSS RECEIPTS TAX--COAL DECOMMISSIONING--TAX REVENUES ANALYSIS.--

- A. A franchise fee charge shall be stated as a separate line entry on a public utility's or distribution cooperative utility's bills and shall only be recovered from customers located within the jurisdiction of the government authority imposing the franchise fee.
- B. Any gross receipts taxes collected on electric. 142689. 4

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service received by retail customers in the state shall be stated as a separate line entry on a bill for electric service sent to the customer by a public utility or distribution cooperative utility.

- Upon application by a public utility, the commission shall authorize the public utility to begin amortizing over five years the unrecovered costs of decommissioning mines serving coal-fired generating plants, with amortization beginning on January 1, 2002. commission's order authorizing the amortization shall establish a separate nonbypassable wires charge for the decommissioning cost in the public utility's tariffs, which does not have to be separately shown on customer bills and which shall not change the total rates for electric service paid by any customer in effect at the time of the order. Nothing in this subsection shall prevent the commission from determining stranded costs in accordance with the Electric Utility Industry Restructuring Act of 1999 or the appropriate manner or duration of recovery of the reasonable unamortized portion of these decommissioning costs in any rate proceeding subsequent to the application.
- D. The New Mexico legislative council shall refer to the [revenue stabilization and tax policy] appropriate interim committee questions and issues related to the amount of state and local tax revenues derived from previously regulated electric utility service and property and report to the

legislature on the changed impact to state and local government tax revenues resulting from restructuring and competition in the electric industry.

E. The [revenue stabilization and tax policy]
interim committee shall recommend legislative changes, if any,
to establish comparable state and local taxation burdens on all
market participants in the supply of electricity considering
the impacts and changes that have resulted from the restructure
and competition in the electric industry in the state."

Section 27. Section 63-9F-11 NMSA 1978 (being Laws 1993, Chapter 54, Section 11, as amended) is amended to read:

"63-9F-11. IMPOSITION OF SURCHARGE. --

A. A telecommunications relay service surcharge of thirty-three hundredths [of one] percent is imposed on the gross amount paid by customers for:

- (1) intrastate telephone services, other than mobile telecommunications services, provided in this state; and
- (2) intrastate mobile telecommunications services that originate and terminate in the same state, regardless of where the mobile telecommunications services originate, terminate or pass through, provided by home service providers to customers whose place of primary use is in New Mexico.
- B. The <u>telecommunications relay service</u> surcharge shall be included on the monthly bill of each customer of a . 142689. 4

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local exchange company or other telecommunications company providing intrastate telephone services or intrastate mobile telecommunications services and paid at the time of payment of the monthly bill. Receipts from selling a service to any other telecommunications company or provider for resale shall not be subject to the surcharge. The customer shall be liable for the payment of this surcharge to the local exchange company or other telecommunications company providing intrastate telephone services to the customer. For the purposes of [this subsection | Subsections A and B of this section, "home service provider", "mobile telecommunications services" and "place of primary use" have the meanings given in the federal Mobile Telecommunications Sourcing Act.

[B. Every] <u>C. A</u> telecommunications company providing intrastate telephone services shall be responsible for assessing, collecting and remitting the telecommunications relay service surcharge to the taxation and revenue department. The amount of the telecommunications relay service surcharge collected by a telecommunications company shall be remitted monthly to the taxation and revenue department, on or before the twenty-fifth of the month following collection, which shall administer and enforce the collection of the surcharge pursuant to the provisions of the Tax Administration Act.

[C.] \underline{D} . The taxation and revenue department shall remit to the telecommunications access fund the amount of the .142689.4

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telecommunications relay service surcharge collected less any amount deducted pursuant to the provisions of Subsection [] E Transfer of the net receipts from the of this section. surcharge to the telecommunications access fund shall be made within the month following the month in which the surcharge is collected.

 $[\underline{\mathbf{D}}.]$ $\underline{\mathbf{E}}.$ The taxation and revenue department may deduct an amount not to exceed three percent of the telecommunications relay service surcharge collected as a charge for the administrative costs of collection, which amount shall be remitted to the state treasurer for deposit in the general fund each month.

[E.] F. The general services department shall report to the [revenue stabilization and tax policy committee] New Mexico legislative council or an interim committee designated by the council annually by September 30 the following information with respect to the prior fiscal year:

- the amount and source of revenue received **(1)** by the telecommunications access fund;
- the amount and category of expenditures from the fund; and
- the balance of the fund on that June 30." (3)Section 28. Section 74-4A-4 NMSA 1978 (being Laws 1981, Chapter 374, Section 3, as amended) is amended to read:

DEFINITIONS. -- As used in the Radioactive and "74-4A-4. . 142689. 4

Hazardous	Materials Act
nazai uous	Materials Act.

[A. "committee" means the joint interim legislative radioactive and hazardous materials committee;

B.] A. "disposal" means the long-term isolation of radioactive material, including long-term monitored storage which permits retrieval of the radioactive material stored and includes the temporary or permanent disposal of all hazardous wastes:

[C.] <u>B.</u> "environmental evaluation group" means the independent state review facility administratively attached to <u>the New Mexico</u> institute of mining and technology and funded by the United States department of energy;

[D-] C. "hazardous waste" means any garbage, refuse, sludge from a waste treatment plant, water supply treatment plant or air pollution control facility or other discarded material, including solid, liquid, semisolid or containing gaseous material resulting from industrial, commercial, mining or agricultural operations or from community activities which because of its quantity, concentration or physical, chemical or infectious characteristics may cause or significantly contribute to an increase in mortality or an increase in serious irreversible or incapacitating reversible illness or pose a substantial [present] current or potential hazard to human health or the environment when improperly treated, stored, transported, disposed of or otherwise managed.

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The term "hazardous waste" does not include solid or dissolved material in domestic sewage or animal excrement in connection with farm, ranch or feedlot operations or solid or dissolved materials in irrigation return flows or industrial discharges that are point sources subject to permits under Section 402 of the federal Water Pollution Control Act, as amended, as the provisions exist on January 1, 1981, or source, special or byproduct material as defined in the Atomic Energy Act of 1954, as amended, as these definitions exist on January 1, 1981, or any of the following, until the environmental improvement board determines that they are subject to Subtitle C of the Resource Conservation and Recovery Act, as amended (42 U.S.C. 6921 et drilling fluids, produced waters and other wastes seq.): associated with the exploration, development or production of crude oil or natural gas or geothermal energy, any fly ash waste, bottom ash waste, slag waste, flue gas emission control waste generated primarily from the combustion of coal or other fossil fuels, solid waste from the extraction, beneficiation or processing of ores and minerals, including phosphate rock and overburden from the mining of uranium ore or cement kiln dust waste:

[E.] D. "high-level waste" means the highly radioactive wastes resulting from the reprocessing of spent nuclear fuel and includes both the liquid waste which is produced directly in reprocessing and any solid material into

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which such liquid waste is made;

[F.] E. "low-level waste" means material contaminated with radioactive elements emitting beta or gamma particles or with traces of transuranic elements in concentrations of less than one hundred nanocuries per gram,

[G.] F. "mixed waste" means any mixture of hazardous waste regulated under the Hazardous Waste Act and radioactive waste regulated under the federal Atomic Energy Act of 1954;

[H.] G. "radioactive materials" means any material or combination of materials which spontaneously emits ionizing Materials in which the estimated specific activity is not greater than [0.002] two thousandths microcuries per gram of material, and in which the radioactivity is essentially uniformly distributed, are not considered to be radioactive materials:

[H.] H. "radioactive waste" means high-level waste, transuranic contaminated waste and low-level waste:

[J.] I. "spent fuel" means nuclear fuel that has been irradiated in and recovered from a civilian nuclear power pl ant;

 $\left[\frac{\mathbf{K}}{\mathbf{L}}\right]$ __ "task force" means the radioactive waste consultation task force: and

[L.] K. "transuranic contaminated waste" means material contaminated with radionuclides emitting alpha . 142689. 4

radiation having an atomic number greater than ninety-two, including neptunium, plutonium, americium and curium, in concentrations of greater than one hundred nanocuries per gram."

Section 29. Section 74-4A-6 NMSA 1978 (being Laws 1979, Chapter 380, Section 5, as amended by Laws 2001, Chapter 12, Section 1 and also by Laws 2001, Chapter 103, Section 1) is amended to read:

"74-4A-6. TASK FORCE.--There is created the "radioactive waste consultation task force". The task force shall consist of the secretaries of energy, minerals and natural resources; health; environment; public safety; and highway and transportation or their designees. [The chairman and vice chairman, or their designees from the committee] Two legislators named by the New Mexico legislative council shall be advisory members of the task force. The state fire marshal or his designee shall serve as a nonvoting member of the task force."

Section 30. Section 74-4A-7 NMSA 1978 (being Laws 1979, Chapter 380, Section 6, as amended) is amended to read:

"74-4A-7. DUTIES OF THE TASK FORCE. --

A. The task force shall negotiate for the state with the federal government in all areas relating to siting, licensing and operation of new federal disposal facilities, including research, development and demonstration, for high-. 142689.4

level radioactive wastes, transuranic radioactive wastes and low-level radioactive waste. This subsection shall not be construed to limit the powers of any agency otherwise authorized to negotiate with the federal government, and if such negotiation should also come within the authority of the task force, the task force shall provide assistance to that agency but shall not limit the agency's exercise of authority. Any action taken pursuant to this subsection may be disapproved by joint resolution of the legislature.

- B. The task force may recommend legislation to implement the state's policies with respect to new federal disposal facilities.
- C. The task force shall identify impacts of new federal disposal facilities within the state and shall disseminate that information.
- D. The task force shall coordinate the investigations and studies undertaken by all state agencies and shall forward an executive summary of ongoing and recently completed investigations and studies, including information from federal or other studies, to the legislature and the governor as the studies are completed or information released.
- E. The task force shall [meet regularly with the committee and keep the] report regularly to the New Mexico legislative council or an interim committee designated by the council and keep the council or committee apprised of all

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actions taken by the task force."

Section 31. Section 74-4A-8 NMSA 1978 (being Laws 1979, Chapter 380, Section 7, as amended) is amended to read:

"74-4A-8. POWERS OF THE TASK FORCE. --

- A. The task force may make procedural rules deemed necessary to carry out the provisions of Section 74-4A-7 NMSA 1978.
- B. The task force may solicit and accept grants from federal or private sources for projects and undertakings that further the purposes of Section 74-4A-7 NMSA 1978.
- C. The task force may make such contracts as it deems necessary to carry out the provisions of Section 74-4A-7
- D. The task force may appoint a representative on any federal or state-federal task forces or working groups.
- E. The task force may perform such other acts as are necessary and proper for carrying out the provisions of Section 74-4A-7 NMSA 1978 and shall cooperate fully with the [committee] appropriate legislative interim committees."

Section 32. Section 74-4C-3 NMSA 1978 (being Laws 1985 (1st S.S.), Chapter 4, Section 3) is amended to read:

"74-4C-3. DEFINITIONS.--As used in the Hazardous Waste Feasibility Study Act:

A. "committee" means the [radioactive materials

committee] New Mexico legislative council or an interim

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committee designated by the council;

- B. "division" means the [environmental improvement division of the health and environment] department \underline{of} environment;
- "hazardous waste" means garbage, refuse, sludge from a waste treatment plant, water supply treatment plant or air pollution control facility or other discarded material, including solid, liquid, semisolid or containing gaseous material resulting from industrial, commercial, mining or agricultural operations, other than waste pesticides disposed of by a farmer pursuant to Section 74-4-3.1 NMSA 1978, or from community activities which, because of its quantity, concentration or physical, chemical or infectious characteristics, may cause or significantly contribute to an increase in mortality or an increase in serious irreversible or incapacitating reversible illness, or pose a substantial present or potential hazard to human health or the environment when improperly treated, stored, transported, disposed of or otherwise managed. The term hazardous waste does not include solid or dissolved material in domestic sewage, or animal excrement in connection with farm, ranch or feedlot operations, or solid or dissolved materials in irrigation return flows or industrial discharges which are point sources subject to permits under Section 402 of the Water Pollution Control Act, as amended, as the provisions exist on January 1, 1981; or

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source, special or byproduct material as defined in the Atomic Energy Act of 1954, as amended, as these definitions exist on January 1, 1981; or any of the following, until the environmental improvement board determines that they are subject to Subtitle C of the Resource Conservation and Recovery Act, as amended (42 U.S.C. 6921 et seq.): drilling fluids, produced waters and other wastes associated with the exploration, development or production of crude oil or natural gas or geothermal energy; any fly ash waste, bottom ash waste, slag waste or flue gas emission control waste generated primarily from the combustion of coal or other fossil fuels; solid waste from the extraction, beneficiation or processing of ores and minerals, including phosphate rock and overburden from the mining of uranium ore; cement kiln dust waste; or pesticide waste disposed of by any farmer from his own use, provided that he triple rinses each emptied pesticide container and disposes of the pesticide residues on his own farm in a manner consistent with the disposal instructions on the pesticide label; and

"hazardous waste activity" means the generation, D. treatment, storage, transportation or disposal of hazardous waste."

Section 33. Section 74-4E-4 NMSA 1978 (being Laws 1989, Chapter 149, Section 4) is amended to read:

COMMISSION CREATED--MEMBERSHIP--TERMS--DUTIES--"74-4E-4. . 142689. 4

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IMMUNITY GRANTED. --

A. The "state emergency response commission" is created. The commission shall consist of seven members who shall be qualified voters of the state of New Mexico. All members shall be appointed by the governor. Among the members appointed, there shall be representatives of private industry, federal facilities, public health and public safety.

Appointments shall be made for four-year terms to expire on January 1 of the appropriate year. Commission members shall serve staggered terms as determined by the governor at the time of their initial appointments. Annually, the governor shall designate, from among the members, a chairman of the commission.

B. The commission shall:

- (1) exercise supervisory authority to implement Title III within New Mexico;
- (2) prescribe all reporting forms required by the Hazardous Chemicals Information Act:
- (3) provide direction to the emergency management task force and the hazardous materials safety board;
- (4) report periodically to the [radioactive and hazardous materials committee] New Mexico legislative council or an interim committee designated by the council; and
- (5) report annually to the governor and the legislature.

business.

- C. The commission may solicit and accept grants from federal or private sources for undertakings that further the purpose of the Hazardous Chemicals Information Act or the Emergency Management Act and may make contracts necessary to carry out the purposes of both of those acts.

 D. Commission members shall not vote by proxy. A majority of the members constitute a quorum for the conduct of
- E. Commission members shall not be paid, but shall receive per diem and mileage expenses as provided in the Per Diem and Mileage Act.
- F. Immunity from tort liability for emergency response actions, including planning or preparation [therefore] therefor, is granted to the state, its subdivisions and all their agencies, officers, agents and employees. Any waiver of immunity from tort liability granted under the Tort Claims Act shall not be applicable to disaster or emergency response or planning."

Section 34. REPEAL. -- Sections 2-12-1 through 2-12-10,
2-13-1 through 2-13-5, 2-16-1 through 2-16-6, 2-17-1 through
2-17-6, 2-18-1 through 2-18-6, 2-19-1, 6-21-30, 6-21-31,
15-1C-10, 15-1C-11, 29-9-12 through 29-9-16, 29-9-18, 52-7-1
through 52-7-6, 58-27-26, 74-4A-9 through 74-4A-11 and 74-4A-12
through 74-4A-14 NMSA 1978 (being Laws 1983, Chapter 300,
Sections 24 through 26; Laws 1987, Chapter 254, Section 11;
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Laws 1981, Chapter 173, Section 1; Laws 1993, Chapter 65,
Sections 15 through 19; Laws 1989, Chapter 349, Sections 1
through 5; Laws 1994, Chapter 90, Sections 1 through 6; Laws
1998, Chapter 8, Sections 21 through 26 and Laws 1998, Chapter
9, Sections 21 through 26; Laws 2000, Chapter 106, Sections 2
through 7; Laws 2000 (2nd S.S.), Chapter 9, Section 4; Laws
1992, Chapter 61, Sections 30 and 31; Laws 1999, Chapter 16,
Sections 10 and 11; Laws 1975, Chapter 230, Sections 1 through
5; Laws 1981, Chapter 234, Section 1; Laws 1990 (2nd S.S.),
Chapter 2, Sections 83 through 88; Laws 1995, Chapter 192,
Section 21; and Laws 1979, Chapter 380, Sections 8 through 12
and 14, as amended) are repealed.

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