1	SENATE BILL 1015
2	47TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2005
3	INTRODUCED BY
4	Leonard Tsosie
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10	AN ACT
11	RELATING TO INFRASTRUCTURE; ENACTING THE TRIBAL INFRASTRUCTURE
12	ACT; CREATING A BOARD; PRESCRIBING POWERS AND DUTIES; CREATING
13	A TRUST FUND; CREATING A PROJECT FUND; MAKING APPROPRIATIONS.
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15	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
16	Section 1. SHORT TITLEThis act may be cited as the
17	"Tribal Infrastructure Act".
18	Section 2. FINDINGS AND PURPOSE
19	A. The legislature finds that:
20	(1) tribes lack basic infrastructure resulting
21	in poor social, health and economic conditions of tribal
22	communities;
23	(2) adequate infrastructure such as water and
24	wastewater systems, major water systems, electrical power
25	lines, communications, roads, health and emergency response
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facilities and infrastructure needed for economic development 1 2 are essential to improved health, safety and welfare of all New 3 Mexicans, including residents of tribal communities; local tribal efforts and resources have 4 (3) been insufficient to develop and maintain a consistent and 5 adequate level of infrastructure in tribal communities; 6 7 addressing the urgent need of replacing, (4) improving and developing tribal infrastructure through the use 8 9 of an alternative financing mechanism is a long-term cost 10 savings benefit to both the state and the tribes; and 11 (5) adequate infrastructure development on 12 tribal land will allow tribal members to achieve the basic 13 conditions necessary to improve the quality of their lives. 14 B. The purposes of the Tribal Infrastructure Act 15 are to: 16 (1) ensure adequate financial resources for 17 infrastructure development for tribal communities; 18 (2)provide for the planning and development 19 of infrastructure in an efficient and cost-effective manner; 20 and 21 (3) develop infrastructure in tribal 22 communities to improve the quality of life and encourage 23 economic development. 24 DEFINITIONS. -- As used in the Tribal Section 3. 25 Infrastructure Act: . 156081. 1

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1 A. "board" means the tribal infrastructure board; "department" means the Indian affairs 2 B. 3 department; "financial assistance" means providing grants or C. 4 loans on terms and conditions approved by the board; 5 "governor" means the governor of New Mexico; 6 D. 7 E. "project fund" means the tribal infrastructure project fund; 8 "qualified project" means a tribal 9 F. 10 infrastructure project selected by the board for financial 11 assistance pursuant to the Tribal Infrastructure Act; 12 G. "tribe" means a federally recognized Indian 13 nation, tribe or pueblo located wholly or partially in New 14 Mexico or any of its governmental entities or subdivisions; and "trust fund" means the tribal infrastructure 15 H. 16 trust fund. 17 Section 4. TRIBAL INFRASTRUCTURE BOARD CREATED. --18 Α. The "tribal infrastructure board" is created and 19 is administratively attached to the department. 20 B. The board shall consist of nine voting members 21 and four non-voting members. 22 C. The voting ex-officio members are: 23 (1) the secretary of Indian affairs, or the 24 secretary's designee from the department, who shall be chair of 25 the board; . 156081. 1 - 3 -

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1	(2) the secretary of finance and
2	administration or the secretary's designee from the department
3	of finance and administration;
4	(3) the secretary of health or the secretary's
5	designee from the department of health;
6	(4) the secretary of environment or the
7	secretary's designee from the department of environment; and
8	(5) the executive director of the New Mexico
9	finance authority or the executive director's designee from the
10	New Mexico finance authority.
11	D. The following four voting members who have
12	experience with capital projects development or administration
13	from tribes shall be appointed by the governor:
14	(1) one person who is a member of a pueblo;
15	(2) one person who is a member of the
16	Jicarilla Apache Nation;
17	(3) one person who is a member of the
18	Mescalero Apache tribe; and
19	(4) one person who is a member of the Navajo
20	Nation.
21	E. There shall be four non-voting members as
22	follows:
23	(1) one representative from the federal bureau
24	of Indian affairs, Albuquerque area office, designated by the
25	regional director;
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<u>underscored mterial = new</u> [bracketed mterial] = delete (2) one representative from the federal bureauof Indian affairs, Navajo area office, designated by theregional director;

(3) one representative from the Albuquerquearea Indian health services designated by the area director;and

(4) one representative from the Navajo areaIndian health services designated by the area director.

F. The board shall meet at the call of the chair or whenever four voting members submit a request in writing to the chair, but not less than twice each calendar year. A majority of members constitutes a quorum for the transaction of business. The affirmative vote of at least a majority of a quorum shall be necessary for an action to be taken by the board.

G. Each member of the board appointed by the governor shall be appointed to a two-year term. Vacancies shall be filled by appointment by the governor for the remainder of the unexpired term.

H. Members of the board appointed by the governor may receive per diem and mileage as provided for non-salaried public officers in the Per Diem and Mileage Act and shall receive no other compensation, perquisite or allowance.

Section 5. BOARD--DUTIES.--The board shall:

A. adopt rules governing terms, conditions and .156081.1

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1 priorities for providing financial assistance to tribes, 2 including developing application and evaluation procedures and 3 forms and qualifications for applicants and for projects; 4 provide financial assistance to tribes for B. 5 qualified projects on terms and conditions established by the board: 6 7 **C**. authorize funding for qualified projects, 8 i ncl udi ng: 9 (1) planning, designing, constructing, 10 improving, expanding or equipping water and wastewater 11 facilities, major water systems, electrical power lines, 12 communications infrastructure, roads, health infrastructure, 13 emergency response facilities and infrastructure needed to 14 encourage economic development; 15 developing engineering feasibility reports (2) 16 for infrastructure projects; 17 inspecting construction of qualified (3) 18 projects; 19 (4) providing special engineering services; 20 completing environmental assessments or (5) 21 archaeological clearances and other surveys for infrastructure 22 projects; 23 (6) acquiring land, easements or rights of 24 way; and 25 paying legal costs and fiscal agent fees (7) . 156081. 1 - 6 -

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associated with development of qualified projects.

Section 6. TRIBAL INFRASTRUCTURE TRUST FUND--CREATED--INVESTMENT--DISTRIBUTION.--

A. The "tribal infrastructure trust fund" is created in the state treasury. The trust fund shall consist of money that is appropriated, donated or otherwise accrues to it. Money in the trust fund shall be invested by the state investment officer in the manner that land grant permanent funds are invested pursuant to Chapter 6, Article 8 NMSA 1978. Income from investment of the trust fund shall be credited to the fund. Money in the trust fund shall not be expended for any purpose, but an annual distribution from the trust fund shall be made to the project fund pursuant to this section.

B. On July 1 of each year in which adequate money is available in the trust fund, an annual distribution shall be made from the trust fund to the project fund in the amount of ten million dollars (\$10,000,000) until the distribution is less than an amount equal to four and seven-tenths percent of the average of the year-end market values of the trust fund for the immediately preceding five calendar years. Thereafter, the amount of the annual distribution shall be four and seventenths percent of the average of the year-end market values of the trust fund for the immediately preceding five calendar years.

Section 7. TRIBAL INFRASTRUCTURE PROJECT FUND--CREATED--. 156081.1

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1 PURPOSE- - APPROPRI ATI ONS. - -The "tribal infrastructure project fund" is 2 A. created in the state treasury and: 3 the department of finance and 4 (1) administration shall administer the project fund; 5 6 (2) the project fund shall consist of: 7 (a) distributions made to it from the trust fund; 8 9 (b) payments of principal and interest 10 on loans for qualified projects; 11 (c) other money appropriated by the 12 legislature or distributed or otherwise allocated to the 13 project fund for the purpose of supporting qualified projects; 14 and 15 (d) income from investment of the money 16 in the project fund that shall be credited to the project fund; 17 balances in the project fund at the end of (3) 18 a fiscal year shall not revert to the trust fund or to the 19 general fund; and 20 the project fund may consist of (4) 21 subaccounts as determined to be necessary by the department of 22 finance and administration. 23 **B**. The department of finance and administration may 24 establish procedures and adopt rules as required to administer 25 the project fund and to originate grants or loans for qualified . 156081. 1

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1 projects approved by the board.

C. Beginning in fiscal year 2006 and in subsequent years, one hundred thousand dollars (\$100,000) is appropriated from the project fund to the department of finance and administration for expenditure in the fiscal year in which it is appropriated, to administer the project fund. Any unexpended or unencumbered balance remaining at the end of any fiscal year shall revert to the project fund.

D. Beginning in fiscal year 2006 and in each subsequent year, five hundred thousand dollars (\$500,000) is appropriated from the project fund to the Indian affairs department for expenditure in the fiscal year in which it is appropriated to administer the Tribal Infrastructure Act, to pay per diem and mileage as required by that act and for operation of the board. Any unexpended or unencumbered balance remaining at the end of any fiscal year shall revert to the project fund.

E. The balance in the project fund not otherwise appropriated in this section is appropriated to the department of finance and administration for expenditure in fiscal year 2006 and in subsequent fiscal years to carry out the provisions of the Tribal Infrastructure Act by providing grants or loans for qualified projects. Any unexpended or unencumbered balance remaining at the end of a fiscal year shall revert to the project fund.

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A. Rules proposed by the board and the department of finance and administration pursuant to the Tribal Infrastructure Act shall be reviewed by the legislative interim Indian affairs committee prior to approval.
B. The legislative interim Indian affairs committee shall be briefed by the board on grant and loan proposals submitted to the board and shall review the list of grants and loans made by the board.
C. The board shall report to the legislative interim Indian affairs committee no later than October 1 of

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interim Indian affairs committee no later than October 1 of each year regarding the total expenditures from the project fund for the previous fiscal year, the purposes for which expenditures were made, an analysis of the progress of the projects funded and proposals for legislative action in the subsequent legislative session.

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