### HOUSE BILL 295

# 53RD LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2017

INTRODUCED BY

Jimmie C. Hall

FOR THE LEGISLATIVE FINANCE COMMITTEE

### AN ACT

RELATING TO PROFESSIONAL LICENSURE; CHANGING MEMBERSHIP OF CERTAIN LICENSING BOARDS; EXTENDING SUNSET DATES OF CERTAIN BOARDS; INCREASING PENALTIES FOR UNLICENSED ACTIVITIES OF CERTAIN PROFESSIONS.

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

SECTION 1. A new section of the Professional Athletic Competition Act is enacted to read:

"[NEW MATERIAL] UNLICENSED ACTIVITY--DISCIPLINARY
PROCEEDINGS--CIVIL PENALTY.--A person who is not licensed to
engage in a professional athletic competition activity
regulated by the board is subject to disciplinary proceedings
by the board as provided in the Uniform Licensing Act. The
provisions of Section 61-1-3.2 NMSA 1978 notwithstanding, the
board may impose a civil penalty in an amount not to exceed two
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thousand dollars (\$2,000) against a person who engages in a professional athletic competition activity regulated by the board without a license. In addition, the board may assess the person for administrative costs, including investigative costs and the cost of conducting a hearing."

SECTION 2. Section 60-2A-30 NMSA 1978 (being Laws 1980, Chapter 90, Section 30, as amended) is amended to read:

"60-2A-30. TERMINATION OF AGENCY LIFE--DELAYED

REPEAL.--The New Mexico athletic commission is terminated on

July 1, [2017] 2023 pursuant to the Sunset Act. The commission shall continue to operate according to the provisions of the Professional Athletic Competition Act until July 1, [2018]

2024. Effective July 1, [2018] 2024, Chapter 60, Article 2A

NMSA 1978 is repealed."

SECTION 3. Section 61-14A-19 NMSA 1978 (being Laws 1993, Chapter 158, Section 27) is amended to read:

## "61-14A-19. PENALTIES.--[Any]

 $\underline{A.}$  A person who violates [any]  $\underline{a}$  provision of the Acupuncture and Oriental Medicine Practice Act is guilty of a misdemeanor and upon conviction shall be punished as provided in Section 31-19-1 NMSA 1978.

B. In addition to criminal penalties, a person who engages in acupuncture or oriental medicine without a license is subject to disciplinary proceedings by the board. The provisions of Section 61-1-3.2 NMSA 1978 notwithstanding, the .205235.1

board may impose a civil penalty in an amount not to exceed to	<u>70</u>
thousand dollars (\$2,000) against such person and may assess	
the person for administrative costs, including investigative	
costs and the cost of conducting a hearing. The fine shall be	<u> </u>
deposited to the credit of the current school fund."	

SECTION 4. Section 61-14A-22 NMSA 1978 (being Laws 1993, Chapter 158, Section 30, as amended) is amended to read:

"61-14A-22. TERMINATION OF AGENCY LIFE--DELAYED REPEAL.-The board of acupuncture and oriental medicine is terminated on
July 1, [2017] 2023 pursuant to the Sunset Act. The board
shall continue to operate according to the Acupuncture and
Oriental Medicine Practice Act until July 1, [2018] 2024.
Effective July 1, [2018] 2024, Chapter 61, Article 14A NMSA
1978 is repealed."

SECTION 5. Section 61-15-3 NMSA 1978 (being Laws 1979, Chapter 362, Section 3, as amended) is amended to read:

"61-15-3. BOARD OF EXAMINERS FOR ARCHITECTS CREATED-TERMS--QUALIFICATIONS.--

A. [There is created a] The "board of examiners for architects" is created consisting of seven members appointed by the governor for staggered terms of three years each. [Six]

Five of the members shall be architects having ten years or more experience in the profession, five years of which shall have been in responsible charge of architectural projects, and shall have been registered as architects in New Mexico for at .205235.1

least five years. One of these [six] five architects shall be in architectural education in an accredited college of architecture. The sixth and seventh [member] members shall be [a] public [member] members who [is a] are voting [member] members. The public [member] members of the board shall not have been licensed as [an architect] architects, nor shall [the public member] they have any significant financial interest, whether direct or indirect, in the occupation regulated.

- B. Each member of the board shall be at least thirty years of age, a citizen of the United States and a resident of New Mexico for at least five years prior to the date of appointment.
- C. Members of the board shall be appointed for staggered terms of three years each made in such a manner that the terms of not more than two members expire on June 30 of each year. Each member shall serve until [his] a successor has been appointed and qualified. A vacancy shall be filled for the unexpired term by appointment by the governor of a person having similar qualifications as the member that [he] the person replaces. Each member of the board whose term has not expired on the effective date of this section shall serve out [his] the member's unexpired term.
- D. Each member of the board shall receive a certificate of appointment from the governor and, before beginning [his] the member's term of office, shall file with .205235.1

the secretary of state the constitutional oath of office. The governor may remove any member from the board for the neglect of any duty required by law, for incompetence or, if the member is a licensed architect, for any improper or unprofessional conduct as defined by [regulations] rules of the board.

E. The board shall elect a [chairman] chair, a vice [chairman] chair and a secretary and any other officers it deems necessary."

SECTION 6. Section 61-15-13 NMSA 1978 (being Laws 1979, Chapter 362, Section 10, as amended) is amended to read:

"61-15-13. TERMINATION OF AGENCY LIFE--DELAYED

REPEAL.--The board of examiners for architects is terminated on

July 1, [2017] 2023 pursuant to the provisions of the Sunset

Act. The board shall continue to operate according to the

provisions of the Architectural Act until July 1, [2018] 2024.

Effective July 1, [2018] 2024, the Architectural Act is

repealed."

SECTION 7. Section 61-23-5 NMSA 1978 (being Laws 1987, Chapter 336, Section 5, as amended) is amended to read:

"61-23-5. STATE BOARD OF LICENSURE FOR PROFESSIONAL ENGINEERS AND PROFESSIONAL SURVEYORS--MEMBERS--TERMS.--

A. [There is created] The "state board of licensure for professional engineers and professional surveyors" [that shall consist of five] is created and consists of four licensed professional engineers, at least one of whom shall be .205235.1

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in engineering education, three licensed professional surveyors and [two] three public members.

- The members of the board shall be appointed by the governor for staggered terms of five years. The appointees shall have the qualifications required by Section 61-23-6 NMSA The appointments shall be made in such a manner that the terms of not more than two members expire in each year. Each member of the board shall receive a certificate of appointment from the governor. Before the beginning of the term of office, the appointee shall file with the secretary of state a written oath or affirmation for the faithful discharge of official duty. A member of the board may be reappointed but may not serve more than two consecutive full terms. A member shall not be reappointed to the board for at least two years after serving two consecutive full terms. The board may designate any former board member to assist it in an advisory capacity.
- Each member may hold office until the expiration of the term for which appointed or until a successor has been duly qualified and appointed. In the event of a vacancy for any cause that results in an unexpired term, if not filled within three months by official action, the board may appoint a provisional member to serve until the governor acts. Vacancies on the board shall be filled by appointment by the governor for the balance of the unexpired term."

**SECTION 8.** Section 61-23-32 NMSA 1978 (being Laws 1987, .205235.1

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Chapter	336,	Secti	Lon	32,	as a	amen	.ded)	is	amended	l to	rea	ad:
"6	1-23-	32.	TERM	INA'	TION	OF	AGEN	CY	LIFED	ELAY	ED	REF

PEAL . --The state board of licensure for professional engineers and professional surveyors is terminated on July 1, [2017] 2023 pursuant to the Sunset Act. The board shall continue to operate according to the provisions of the Engineering and Surveying Practice Act until July 1, [2018] 2024. Effective July 1, [2018] 2024, the Engineering and Surveying Practice Act is repealed."

SECTION 9. Section 61-27B-6 NMSA 1978 (being Laws 2007, Chapter 115, Section 6) is amended to read:

"61-27B-6. PRIVATE INVESTIGATIONS ADVISORY BOARD--CREATED--MEMBERS.--

- The "private investigations advisory board" is created.
- В. The superintendent of regulation and licensing shall appoint members to the advisory board to assist in the conduct of the examination process for licensees and registrants and to assist the department in other manners as requested by the superintendent or provided for in rules of the department.
- C. The advisory board members shall consist of at least the following:
- (1) [two] one private [investigators] investigator;

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- (2) one private patrol operator;
- (3) one polygraph examiner; and
- (4) [one member] two members of the public.
- D. Members of the advisory board shall be reimbursed pursuant to the Per Diem and Mileage Act and shall receive no other compensation, perquisite or allowance for each day spent in the discharge of their duties.
- E. The public [member] members of the advisory board or [the public member's spouse] their spouses shall not:
- (1) have been licensed pursuant to the Private Investigations Act [the Private Investigators and Polygraphers

  Act] or any prior similar statutory provisions; or
- (2) have a direct or indirect financial interest in a private investigation company, private patrol company, polygraph business or a related business."
- SECTION 10. Section 61-27B-27 NMSA 1978 (being Laws 1993, Chapter 212, Section 14, as amended) is amended to read:

"61-27B-27. HEARING--PENALTIES.--

A. A person who is denied a license or registration or who has a license or registration suspended or revoked shall be entitled to a hearing before the department if within twenty days after the denial, suspension or revocation a request for a hearing is received by the department. The procedures of the Uniform Licensing Act shall be followed pertaining to the hearing to the extent that they do not conflict with the .205235.1

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provisions of the Private Investigations Act.

- В. In accordance with the provisions of the Uniform Licensing Act, and in addition to other penalties provided by law, the department may impose the following:
- (1) for a violation of the Private Investigations Act, a civil penalty not to exceed one thousand dollars (\$1,000) for each violation; and
- (2) against a person who is found by the department to be engaging in a practice regulated by the department without an appropriate license or registration, civil penalties not to exceed [one thousand dollars (\$1,000)] two thousand dollars (\$2,000)."

**SECTION 11.** Section 61-27B-36 NMSA 1978 (being Laws 2007, Chapter 115, Section 35, as amended) is amended to read:

TERMINATION OF AGENCY LIFE--DELAYED REPEAL.--"61-27B-36. The private investigations advisory board is terminated on July 1, [<del>2017</del>] 2023 pursuant to the Sunset Act. The board shall continue to operate according to the provisions of the Private Investigations Act until July 1, [2018] 2024. Effective July 1, [<del>2018</del>] <u>2024</u>, Chapter 61, Article 27B NMSA 1978 is repealed."

SECTION 12. Section 61-28B-20 NMSA 1978 (being Laws 1999, Chapter 179, Section 20, as amended) is amended to read:

"61-28B-20. ENFORCEMENT--ADMINISTRATIVE VIOLATIONS AND REMEDIES . --

The board may take, after providing a person due .205235.1

process pursuant to the Uniform Licensing Act, corrective action identified in Subsection B of this section following a finding that an applicant or licensee:

- (1) committed fraud or deceit in obtaining a certificate or permit;
- (2) lost a certificate or permit through cancellation, revocation, suspension or refusal of renewal in any other state for cause, as defined by board rule;
- (3) failed to maintain compliance with the requirements of the 1999 Public Accountancy Act and board rules for issuance or renewal of a certificate or permit or failed to report material changes to the board, as required by board rule;
- (4) lost the authorization to practice in any state or before any federal agency through revocation or suspension of that authorization;
- (5) committed dishonest, fraudulent or grossly negligent acts in the practice of public accountancy or in the filing or failure to file the applicant's or licensee's own income or other federal, state or local tax returns;
- (6) violated a provision of the 1999 Public Accountancy Act or a rule promulgated by the board pursuant to that act;
- (7) violated a rule of professional conduct promulgated by the board pursuant to the 1999 Public .205235.1

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- (8) has been convicted of a felony or of a crime an element of which is dishonesty or fraud under the laws of the United States, of New Mexico or of any other state, or of any other jurisdiction, if the acts involved would have constituted a crime under the laws of New Mexico:
- performed a fraudulent act while holding a certificate or permit issued pursuant to the 1999 Public Accountancy Act or prior law; or
- (10) participated in any conduct reflecting adversely upon the applicant's or licensee's fitness to engage in practice.
- After a finding by the board that an applicant or licensee has committed a violation identified in Subsection A of this section, the board may take, with or without terms, conditions and limitations, one or more of the following corrective actions:
- deny an application or revoke a certificate or permit issued pursuant to the 1999 Public Accountancy Act or corresponding provisions of prior law;
- suspend a certificate or permit for a (2) period of not more than five years;
- reprimand, censure or limit the scope of (3) practice of a licensee;
- impose an administrative fine not .205235.1

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2	(5) place the licensee on probation.
3	C. In lieu of or in addition to a remedy
4	specifically provided in Subsection B of this section, the
5	board may require of a licensee:
6	(l) a quality review conducted in such a
7	fashion as the board may specify;
8	(2) satisfactory completion of such continuing
9	professional education programs as the board may specify;
10	(3) correction of the violation identified;
11	and
12	(4) any other suitable remedial action as
13	determined by the board.
14	D. In a proceeding in which a remedy provided by
15	Subsection B or C of this section is imposed, the board may
16	also require the respondent to pay the costs of the proceeding.
17	E. The provisions of Section 61-1-3.2 NMSA 1978
18	notwithstanding, the board may impose a civil penalty in an
19	amount not to exceed two thousand dollars (\$2,000) against a
20	person who engages in public accountancy without a license. In
21	addition, the board may assess the person for administrative
22	costs, including investigative costs and the cost of conducting
23	a hearing."
24	SECTION 13. Section 61-28B-29 NMSA 1978 (being Laws 1999,

exceeding ten thousand dollars (\$10,000); or

Chapter 179, Section 29, as amended) is amended to read:

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"61-28B-29. TERMINATION OF AGENCY LIFE--DELAYED REPEAL.--The New Mexico public accountancy board is terminated on July 1,  $[\frac{2017}]$   $\underline{2023}$  pursuant to the provisions of the Sunset Act. The board shall continue to operate according to the provisions of the 1999 Public Accountancy Act until July 1, [2018] 2024. Effective July 1, [2018] 2024, the 1999 Public Accountancy Act is repealed."

Section 61-30-22 NMSA 1978 (being Laws 1990, SECTION 14. Chapter 75, Section 22, as amended) is amended to read:

"61-30-22. CIVIL AND CRIMINAL PENALTIES--INJUNCTIVE RELIEF. --

- Any person who violates any provision of the Real Estate Appraisers Act is guilty of a misdemeanor and shall be punished by a fine of not more than one thousand dollars (\$1,000) or by imprisonment for not more than six months or both.
- In the event any person has engaged in or proposes to engage in any act or practice violating a provision of the Real Estate Appraisers Act, the attorney general or the district attorney of the judicial district in which the person resides or the judicial district in which the violation has occurred or will occur shall, upon application of the board, maintain an action in the name of the state to prosecute the violation or to enjoin the proposed act or practice.
- The board may impose a civil penalty in an С. .205235.1

amount not to exceed one thousand dollars (\$1,000) for each violation of the Real Estate Appraisers Act and assess administrative costs for any investigation and administrative or other proceedings against a real estate appraiser trainee, a state licensed residential real estate appraiser or a state certified real estate appraiser [or]. The provisions of Section 61-1-3.2 NMSA 1978 notwithstanding, the board may impose a civil penalty not to exceed two thousand dollars (\$2,000) against any person who is found, through an administrative proceeding, to have acted without a license. Appeals from decisions of the board shall be taken as provided in Section 39-3-1.1 NMSA 1978."

SECTION 15. Section 61-30-24 NMSA 1978 (being Laws 1993, Chapter 269, Section 21, as amended) is amended to read:

"61-30-24. TERMINATION OF AGENCY LIFE--DELAYED

REPEAL.--The real estate appraisers board is terminated

effective July 1, [2017] 2023. The Real Estate Appraisers Act

shall continue in effect until July 1, [2018] 2024. Chapter

61, Article 30 NMSA 1978 is repealed effective July 1, [2018]

2024."

SECTION 16. Section 61-32-6 NMSA 1978 (being Laws 1993, Chapter 204, Section 6, as amended) is amended to read:

"61-32-6. BOARD POWERS.--

A. In addition to any other authority provided by law, the board has the power to:

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1	(1) adopt, in accordance with the provisions
2	of the Uniform Licensing Act, and file, in accordance with the
3	State Rules Act, rules necessary to carry out the provisions of
4	the Funeral Services Act;
5	(2) adopt rules implementing continuing
6	education requirements;
7	(3) conduct hearings upon charges relating to
8	the discipline of licensees and take administrative actions
9	pursuant to Section 61-1-3 NMSA 1978;
10	(4) establish reasonable fees to carry out the
11	provisions of the Funeral Services Act;
12	(5) provide for investigations necessary to
13	determine violations of the Funeral Services Act;
14	(6) establish committees as the board deems
15	necessary for carrying out the provisions of the Funeral
16	Services Act;
17	(7) apply for injunctive relief to enforce the
18	provisions of the Funeral Services Act or to restrain any
19	violation of that act; <u>and</u>
20	[ <del>(8) impose a fine not to exceed five thousand</del>
21	dollars (\$5,000) for each violation, in addition to other
22	administrative or disciplinary costs, and all fines shall be
23	deposited in the funeral services fund; and
24	(9) (8) conduct criminal background checks on
25	applicants for licensure.
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B. No action or other legal proceedings for damages shall be instituted against the board, any board member or employee of the board for any act performed in good faith and in the intended performance of any power or duty granted under the Funeral Services Act or for any neglect or default in the good faith performance or exercise of any such power or duty."

SECTION 17. Section 61-32-23 NMSA 1978 (being Laws 1993, Chapter 204, Section 23, as amended) is amended to read:

"61-32-23. FEES <u>AND FINES</u>.--The board shall establish by [regulation] rule a schedule of reasonable fees <u>and fines</u> for applications, examinations, licenses, inspections, renewals, penalties, reinstatements and necessary administrative fees. All fees collected shall be deposited in accordance with Section 61-32-26 NMSA 1978. <u>All fines collected shall be deposited in the current school fund.</u>"

SECTION 18. Section 61-32-26 NMSA 1978 (being Laws 1993, Chapter 204, Section 26, as amended) is amended to read:

"61-32-26. FUND ESTABLISHED.--

A. There is created in the state treasury the "funeral services fund".

B. All [money] fees and costs received or collected by the board or the department pursuant to provisions of the Funeral Services Act shall be deposited with the state treasurer for credit to the funeral services fund. The state treasurer shall invest the fund as other state funds are .205235.1

Act."

invested. All balances in the fund at the end of any fiscal
year shall remain in the fund and shall not revert to the
general fund.
C. Money in the funeral services fund is
appropriated to the board and shall be used only for the

SECTION 19. Section 61-32-30.1 NMSA 1978 (being Laws 2003, Chapter 420, Section 11, as amended) is amended to read:

purpose of carrying out the provisions of the Funeral Services

"61-32-30.1. UNLICENSED ACTIVITY--CIVIL PENALTY.--The
provisions of Section 61-1-3.2 NMSA 1978 notwithstanding, the
board may impose a fine in an amount not to exceed two thousand
dollars (\$2,000) and costs [as set forth in the Funeral
Services Act] on a person who is found to have acted without a
license in violation of the Funeral Services Act by a court or
an administrative proceeding as provided for in the Funeral
Services Act."

SECTION 20. Section 61-32-31 NMSA 1978 (being Laws 1993, Chapter 204, Section 31, as amended) is amended to read:

"61-32-31. TERMINATION OF AGENCY LIFE--DELAYED

REPEAL.--The board of funeral services is terminated on July 1,

[2017] 2023 pursuant to the provisions of the Sunset Act. The board shall continue to operate according to the provisions of Section 12-9-18 NMSA 1978 until July 1, [2018] 2024. Effective July 1, [2018] 2024, the Funeral Services Act is repealed."

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SECTION 21. TEMPORARY PROVISIONBOARD PUBLIC MEMBERS
In carrying out the statutory requirement to replace
professional members with public members on the board of
examiners for architects, the state board of licensure for
professional engineers and professional surveyors and the
private investigations advisory board, the governor shall
appoint a public member to replace the applicable professional
member whose term first expires after the effective date of
this act. If a vacancy occurs in an applicable professional
member position prior to the expiration of that term, the
governor shall appoint a public member, and that position shall
become a public member position.

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