

SENATE FLOOR SUBSTITUTE FOR  
SENATE JUDICIARY COMMITTEE SUBSTITUTE FOR  
SENATE BILL 473

48TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2007

AN ACT

RELATING TO WORKERS' COMPENSATION; REVISING INVESTMENT  
GUIDELINES FOR SELF-INSURED GROUPS; AMENDING A SECTION OF THE  
GROUP SELF-INSURANCE ACT.

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

Section 1. Section 52-6-16 NMSA 1978 (being Laws 1986,  
Chapter 22, Section 90) is amended to read:

"52-6-16. INVESTMENTS.--Funds not needed for current  
obligations may be invested by the board of trustees in  
accordance with the provisions of Chapter 59A, Article 9 [~~of~~  
~~the Insurance Code~~] NMSA 1978 applicable to investments, except  
that, notwithstanding the provisions of Section 59A-9-18 NMSA  
1978:

A. the board of trustees may make loans or  
investments not otherwise expressly permitted under Chapter

.166337.2

underscored material = new  
[bracketed material] = delete

1 59A, Article 9 NMSA 1978, in an aggregate amount not exceeding  
2 ten percent of the group's assets and not exceeding two percent  
3 of such assets as to any one such loan or investment, provided  
4 that such loans and investments do not constitute an amount  
5 that is greater than total surplus, if the loan or investment  
6 meets the requirements of Section 59A-9-3 NMSA 1978 and by  
7 reason of safety of principal and yield otherwise qualifies as  
8 a sound investment; and

9 B. the calculation of the group's other loans and  
10 investments described in Subsection A of this section shall not  
11 include the fair market value of any real property occupied by  
12 the group."

13 Section 2. EFFECTIVE DATE.--The effective date of the  
14 provisions of this act is July 1, 2007.