HOUSE GOVERNMENT, ELECTIONS AND INDIAN AFFAIRS COMMITTEE SUBSTITUTE FOR HOUSE BILL 618

57TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2025

AN ACT

RELATING TO THE PUBLIC PEACE, HEALTH, SAFETY AND WELFARE; CLARIFYING THE DEPARTMENT OF INFORMATION TECHNOLOGY'S ROLE IN APPROVING INFORMATION TECHNOLOGY PROCUREMENT AND PROJECTS BY STATE AGENCIES; AMENDING SECTION 9-27-6 NMSA 1978 (BEING LAWS 2007, CHAPTER 290, SECTION 6, AS AMENDED).

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

SECTION 1. Section 9-27-6 NMSA 1978 (being Laws 2007, Chapter 290, Section 6, as amended) is amended to read:

"9-27-6. SECRETARY--DUTIES AND GENERAL POWERS.--

A. The secretary is responsible to the governor for the operation of the department. It is the secretary's duty to manage all operations of the department and to administer and enforce the laws with which the secretary or the department is charged.

- B. To perform the secretary's duties, the secretary has every power expressly enumerated in the laws, whether granted to the secretary or the department or any division of the department, except where authority conferred upon any division is explicitly exempted from the secretary's authority by statute. In accordance with these provisions, the secretary shall:
- (1) exercise general supervisory and appointing authority over all department employees, subject to any applicable personnel laws and regulations;
- (2) delegate authority to subordinates as the secretary deems necessary and appropriate, clearly delineating such delegated authority and the limitations thereto;
- (3) organize the department into those organizational units the secretary deems will enable it to function most efficiently, subject to provisions of law requiring or establishing specific organizational units;
- (4) within the limitations of available appropriations and applicable laws, employ and fix the compensation of those persons necessary to discharge the secretary's duties;
- (5) take administrative action by issuing orders and instructions, not inconsistent with the law, to ensure implementation of and compliance with the provisions of law for whose administration or execution the secretary is .231549.1

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responsible and to enforce those orders and instructions by appropriate administrative action in the courts;

- (6) conduct research and studies that will improve the operations of the department and the provision of services to state agencies and the residents of the state;
- (7) provide courses of instruction and practical training for employees of the department and other persons involved in the administration of programs with the objective of improving the operations and efficiency of administration;
- (8) prepare an annual budget of the department;
- (9) provide cooperation, at the request of heads of administratively attached agencies, in order to:
- (a) minimize or eliminate duplication of services and jurisdictional conflicts;
- (b) coordinate activities and resolve problems of mutual concern; and
- (c) resolve by agreement the manner and extent to which the department shall provide budgeting, recordkeeping and related clerical assistance to administratively attached agencies;
- (10) appoint for each division a "director".

 These appointed positions are exempt from the provisions of the Personnel Act. Persons appointed to these positions shall

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1	serve at the pleasure of the secretary; and
2	(11) acquire, hold and maintain, through
3	lease, trade or purchase, any real or personal property
4	necessary to meet customer requirements or department
5	obligations, including obligations of administratively attached
6	offices or bodies.
7	C. As the chief information officer, the secretary
8	shall:
9	(1) review agency plans regarding prudent
10	allocation of information technology resources; reduction of
11	duplicate or redundant data, hardware and software; and
12	improvement of system interoperability and data accessibility
13	among agencies;
14	[(2) approve agency information technology
15	requests for proposals and other agency requests that are
16	subject to the Procurement Code, prior to final approval;
17	$\frac{(3)}{(2)}$ promulgate rules for oversight of
18	agency information technology [procurement] projects;
19	[(4)] <u>(3)</u> approve agency information
20	technology [contracts and amendments to those contracts,
21	including emergency procurements, sole source contracts and
22	price agreements, prior to approval by the department of
23	finance and administration] projects prior to procurement;
24	$[\frac{(5)}{(4)}]$ develop and implement procedures to
25	standardize data elements, determine data ownership and ensure

data sharing among executive agencies;

[(6)] (5) verify compliance with state information architecture and the state information technology strategic plan before approving [documents referred to in Paragraphs (2) and (4) of this subsection] information technology projects;

[(7)] (6) monitor agency compliance with its agency plan, the state information technology strategic plan and state information architecture and report to the governor, executive agency management and the legislative finance committee on noncompliance;

[(8)] (7) develop information technology cost recovery mechanisms and information systems rate and fee structures of state agencies and other public or private sector providers and make recommendations to the information technology rate committee;

 $[\frac{(9)}{(8)}]$ provide technical support to executive agencies in the development of their agency plans;

[(10)] (9) ensure the use of existing public or private information technology or telecommunications resources when the use is practical, efficient, effective and financially prudent and is in compliance with the Procurement Code;

 $\begin{tabular}{ll} \hline & (11) \\ \hline & (10) \\$

compliance with agency plans and the state information technology strategic plan and make written recommendations by November 14 of each year to the department of finance and administration and by November 21 of each year to the legislative finance committee and the appropriate interim legislative committee; provided, however, that the recommendations to the legislative committees have been agreed to by the department of information technology and the department of finance and administration;

[(12)] (11) promulgate rules to ensure that

[(12)] (11) promulgate rules to ensure that information technology projects satisfy criteria established by the secretary and are phased in with funding released in phases contingent upon successful completion of the prior phase;

[(13)] (12) provide oversight of information technology projects, including ensuring adequate risk management, disaster recovery and business continuity practices and monitoring compliance with strategies for information technology projects that affect multiple agencies;

[(14)] (13) conduct reviews of information technology projects and provide written reports to the appropriate legislative oversight bodies;

[(15)] (14) conduct background checks on department employees and prospective department employees that have or will have administrative access or authority to sensitive, confidential or private information or the ability .231549.1

to alter systems, networks or other information technology hardware or software; and

 $[\frac{(16)}{(15)}]$ perform any other information technology function assigned by the governor.

- D. As the chief information officer, the secretary may:
- (1) upon the advice and recommendation of the director of the office of broadband access and expansion pursuant to the provisions of the Broadband Access and Expansion Act, make available by lease or sale at the department's established rates on a competitively neutral basis such state-owned broadband network infrastructure or internet service that would connect underserved and unserved populations of New Mexico and otherwise support objectives of the state broadband plan;
- (2) offer cybersecurity risk prevention and information technology mitigation and response solutions, including application and equipment selection, intrusion response, system monitoring or system testing for all users of agency-operated or -owned information technology, to include compliance standards for broadband infrastructure projects within the oversight or administration of the department; and
- (3) establish an administrative hearing and enforcement process internal to the department or in coordination with the administrative hearings office to support

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the department's private sector regulatory activities or any administratively attached office or body.

- Each agency shall submit an agency information technology plan to the secretary in the form and detail required by the secretary. Each agency shall conduct background checks on agency or prospective agency employees that have or will have administrative access or authority to alter systems, networks or other information technology hardware or software.
- F. An agency that receives an invoice from the department for services rendered to the agency shall have thirty days from receipt of the invoice to pay the department or to notify the department if the amount of the invoice is in dispute. The agency shall have fifteen days from its notification of dispute to the department to present its reasons in writing and request an adjustment. The department shall have fifteen days from its receipt of the reasons for dispute to notify the agency of its decision. If the department and the agency do not agree on a resolution, the secretary of finance and administration shall make a determination on the amount owed by the agency to the department. If the agency has not paid the department or notified the department of a dispute within thirty days of receipt of the invoice, the department shall notify the department of finance and administration and request that the

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department of finance and administration transfer funds from the agency to the department of information technology to satisfy the agency's obligation.

- G. The secretary, as chief information officer, shall prepare a state information technology strategic plan for the executive branch and update it at least once every three years, which plan shall be available to agencies by July 31 of each year. The plan shall comply with the provisions of the Department of Information Technology Act and provide for the:
- (1) interchange of information related to information technology among executive agencies;
- (2) coordination among executive agencies in the development and maintenance of information technology systems;
- (3) protection of the privacy and security of individual information as well as of individuals using the state's information technology systems;
- (4) development of a statewide broadband network plan in conjunction with the public education department, the higher education department, state universities, other educational institutions, the public school capital outlay council, political subdivisions of the state, Indian nations, tribes and pueblos, the public regulation commission and telecommunication network service providers; and
 - (5) coordination and aggregation of services

where feasible for entities as provided for in Section 9-27-20 NMSA 1978 and other publicly funded entities.

- H. The secretary may apply for and receive, with the governor's approval, in the name of the department, any public or private funds, including United States government funds, available to the department to carry out its programs, duties or services or those of an administratively attached office or public body.
- I. Where information technology functions of executive agencies overlap or a function assigned to one agency could better be performed by another agency, the secretary may recommend appropriate legislation to the next session of the legislature for its approval.
- J. Pursuant to the State Rules Act and rules promulgated pursuant to that act, the secretary may make and adopt such reasonable procedural rules as may be necessary to carry out the duties, or relating to any matter within the oversight, of the department and its administratively attached offices or public bodies, divisions and requirements and standards for the executive branch's information technology needs, functions, systems and resources, including:
 - (1) information technology security;
- (2) approval for procurement of information technology not in conflict with the Procurement Code that exceeds an amount set by rule;

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information	technology	plan;					

- (4) acquisition, licensing and sale of information technology; and
- (5) requirements for agency information technology projects and related plan, analysis, oversight, assessment and specifications.
- Unless otherwise provided by statute, no rule affecting any person or agency outside the department shall be adopted, amended or repealed without a public hearing on the proposed action before the secretary or a hearing officer designated by the secretary. The public hearing shall be held in Santa Fe unless otherwise permitted by statute. Notice of the subject matter of the rule, the action proposed to be taken, the time and place of the hearing, the manner in which interested persons may present their views and the method by which copies of the proposed rule, proposed amendment or repeal of an existing rule may be obtained shall be published once at least thirty days prior to the hearing date in a newspaper of general circulation and mailed at least thirty days prior to the hearing date to all persons who have made a written request for an advance notice of hearing. Rules shall be filed in accordance with the State Rules Act."

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