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SENATE BILL

55TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2021

INTRODUCED BY

Mimi Stewart

AN ACT

RELATING TO ECONOMIC DEVELOPMENT; CREATING THE SUSTAINABLE ECONOMY TASK FORCE; REQUIRING THAT THE SUSTAINABLE ECONOMY TASK FORCE DEVELOP A STRATEGIC PLAN TO TRANSITION THE STATE ECONOMY AWAY FROM RELIANCE ON NATURAL RESOURCE EXTRACTION; PROVIDING DUTIES; REQUIRING THAT DEPARTMENT SECRETARIES OF STATE AGENCIES COMPLY WITH THE STRATEGIC PLAN; MAKING AN APPROPRIATION.

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

- SECTION 1. [NEW MATERIAL] SUSTAINABLE ECONOMY TASK

 FORCE--CREATED--STAFF.--
- A. The "sustainable economy task force" is created and is administratively attached to the department of finance and administration. The task force consists of up to twenty-four members as follows:
- (1) the following individuals shall serve as .218160.5

1	voting members:								
2	(a) the governor or the governor's								
3	designee;								
4	(b) the commissioner of public lands or								
5	the commissioner's designee;								
6	(c) the state treasurer or the								
7	treasurer's designee;								
8	(d) the secretary of finance and								
9	administration or the secretary's designee;								
10	(e) the secretary of taxation and								
11	revenue or the secretary's designee;								
12	(f) the secretary of energy, minerals								
13	and natural resources or the secretary's designee;								
14	(g) the secretary of economic								
15	development or the secretary's designee; and								
16	(h) the secretary of Indian affairs or								
17	the secretary's designee; and								
18	(2) each ex-officio member may appoint up to								
19	two members of the public to serve as voting members.								
20	B. The chair of the task force shall be elected by								
21	the task force. The task force shall meet at the call of the								
22	chair.								
23	C. Appointed members of the task force shall serve								
24	at the pleasure of their appointing authorities.								
25	D. Members of the task force may receive per diem								
	.218160.5								

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and mileage pursuant to the Per Diem and Mileage Act.

Ε. The department of finance and administration shall provide the necessary staff and administrative support to the task force.

[NEW MATERIAL] SUSTAINABLE ECONOMY TASK SECTION 2. FORCE--DUTIES--STRATEGIC PLAN--REPORTING.--

- The sustainable economy task force shall:
- from fiscal year 2022 through fiscal year (1) 2027, develop an annual strategic plan to transition the state economy away from reliance on natural resource extraction; provided that the strategic plan shall adhere to the requirements set forth in Subsection C of this section; and
- no later than October 1 of each year, report on the strategic plan to the legislative finance committee, the revenue stabilization and tax policy committee and any other appropriate interim legislative committee.
- The sustainable economy task force may hire or contract with consultants or experts to provide the task force with information to assist in developing the strategic plan.
- C. The strategic plan, which shall be developed and updated annually by the sustainable economy task force, shall:
 - provide policies to promote: (1)
- (a) the addition of new jobs statewide to replace jobs that rely on the extraction or development of natural resources;

- (b) diversifying the state's tax base to replace the revenue generated from the natural resource extraction sector, including policies promoting: 1) economic development; 2) state investments; 3) infrastructure development; and 4) determining alternative funding sources for education and hospitals; and
 - (c) long-term economic growth;
- (2) address recommendations provided in current and future economic studies and development efforts, including those from state agencies, institutions of higher learning, national laboratories and business incubators; and
- (3) be developed in consultation with the communities that will be affected by the provisions of the plan, including Indian nations, tribes and pueblos located wholly or partly in New Mexico, local governments and local communities.
- SECTION 3. Section 9-1-5 NMSA 1978 (being Laws 1977, Chapter 248, Section 5) is amended to read:
 - "9-1-5. SECRETARY--DUTIES AND GENERAL POWERS.--
- A. The secretary is responsible to the governor for the operation of the department. It is [his] the secretary's duty to manage all operations of the department and to administer and enforce the laws with which [he] the secretary or the department is charged.
- B. To perform [his] the secretary's duties, the .218160.5

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 [therein] is explicitly exempted from the secretary's authority by statute. In accordance with these provisions, the secretary shall:

- (1) except as otherwise provided in [this] the Executive Reorganization Act, exercise general supervisory and appointing authority over all department employees, subject to any applicable personnel laws and regulations;
- (2) delegate authority to subordinates as [he] the secretary deems necessary and appropriate, clearly delineating such delegated authority and the limitations thereto;
- (3) organize the department into those organizational units [he] the secretary deems will enable it to function most efficiently, subject to any 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 [his] the secretary's duties;
- (5) take administrative action by issuing orders and instructions, not inconsistent with the law, to assure implementation of and compliance with the provisions of .218160.5

1	law [with the] <u>for whose</u> administration or execution [of which						
2	he] the secretary is responsible and to enforce those orders						
3	and instructions by appropriate administrative action or						
4	actions in the courts;						
5	(6) conduct research and studies that will						
6	improve the operations of the department and the provision of						
7	services to the [citizens] residents of the state;						
8	(7) provide courses of instruction and						
9	practical training for employees of the department and other						
10	persons involved in the administration of programs with the						
11	objective of improving the operations and efficiency of						
12	administration;						
13	(8) prepare an annual budget of the						
14	department;						
15	(9) provide cooperation, at the request of						
16	heads of administratively attached agencies and adjunct						
17	agencies, in order to:						
18	(a) minimize or eliminate duplication of						
19	services and jurisdictional conflicts;						
20	(b) coordinate activities and resolve						
21	problems of mutual concern; and						
22	(c) resolve by agreement the manner and						
23	extent to which the department shall provide budgeting,						
24	[record-keeping] <u>recordkeeping</u> and related clerical assistance						
25	to administratively attached agencies;						

			(10)	implement, as much as legally								
permissi	ble,	the	stra	tegic	plan	de	eveloped	bу	th	e sus	staina	able
economy	task	forc	e as	provi	ided	in	Section	2	of	this	2021	act:

[(10)] (11) appoint, with the governor's consent, a "director" for each division [a "director"]. These appointed positions are exempt from the provisions of the Personnel Act. Persons appointed to these positions shall serve at the pleasure of the secretary;

[(11)] (12) give bond in the penal sum of twenty-five thousand dollars (\$25,000) and require directors to each give bond in the penal sum of ten thousand dollars (\$10,000) conditioned upon the faithful performance of duties, as provided in the Surety Bond Act. The department shall pay the costs of [such] these bonds; and

[(12)] (13) require performance bonds of such department employees and officers as [he] the secretary deems necessary, as provided in the Surety Bond Act. The department shall pay the costs of [such] these bonds.

- C. The secretary may apply for and receive, with the governor's approval, in the name of the department any public or private funds, including but not limited to United States government funds, available to the department to carry out its programs, duties or services.
- D. Where functions of departments overlap or a function assigned to one department could better be performed .218160.5

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by another department, a secretary may recommend appropriate legislation to the next session of the legislature for its approval.

The secretary may make and adopt such reasonable [and] procedural rules [and regulations] as may be necessary to carry out the duties of the department and its divisions. rule [or regulation] promulgated by the director of any division in carrying out the functions and duties of the division shall be effective until approved by the secretary unless otherwise provided by statute. Unless otherwise provided by statute, no [regulation] 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 [him] the The public hearing shall be held in Santa Fe unless otherwise permitted by statute. Notice of the subject matter of the [regulation] 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 [regulation] rule or proposed amendment or repeal of an existing [regulation] 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 advance notice of hearing. All

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rules [and regulations] shall be filed in accordance with the State Rules Act.

F. If this section conflicts with the powers and duties specifically given by statute to a particular secretary, the specific powers and duties shall control. If this section conflicts with other statutes specifically limiting the powers of a secretary, the specific limitations shall control."

SECTION 4. APPROPRIATION. -- One hundred thousand dollars (\$100,000) is appropriated from the general fund to the department of finance and administration for expenditure in fiscal year 2022 and subsequent fiscal years to pay the expenses incurred by the sustainable economy task force. unexpended or unencumbered balance remaining at the end of a fiscal year shall not revert to the general fund.

EFFECTIVE DATE. -- The effective date of the SECTION 5. provisions of this act is July 1, 2021.

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