# Tracking No. <u>100/4-19</u>

**DATE:** January 31, 2019

TITLE OF RESOLUTION: PROPOSED STANDING COMMITTEE RESOLUTION; AN ACTION RELATING TO NAABIK'ÍYÁTI' COMMITTEE; SUPPORTING NEW MEXICO HOUSE JOINT RESOLUTION 1 TITLED "PROPOSING AN AMENDMENT TO ARTICLE 12, SECTION 7 OF THE CONSTITUTION OF NEW MEXICO, SUBJECT TO THE APPROVAL OF CONGRESS, TO PROVIDE FOR ADDITIONAL ANNUAL DISTRIBUTIONS OF THE PERMANENT FUNDS, INCLUDING DISTRIBUTIONS FROM THE PERMANENT SCHOOL FUND FOR EARLY CHILDHOOD EDUCATION SERVICES"

**PURPOSE:** The purpose of the resolution is to support New Mexico House Joint Resolution No. 1 which seeks to amend Article 12, Section 7 of the Constitution of New Mexico to provide for additional funds for Early Childhood Educational Services. .

This written summary does not address recommended amendments as may be provided by the standing committees. The Office of Legislative Counsel requests each Council Delegate to review each proposed resolution in detail.

D. New Mexico HJR 1 seeks to amend Article 12, Section 7 of the Constitution of New

Mexico to provide for additional funds for Early Childhood Educational Services.

Mexico House Joint Resolution 1 to the 54<sup>th</sup> Legislature of the State of New Mexico.

See New Mexico HJR 1 attached hereto as Exhibit A.

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#### THEREFORE, BE IT RESOLVED:

- A. The Navajo Nation hereby supports New Mexico House Joint Resolution 1 titled "PROPOSING AN AMENDMENT TO ARTICLE 12, SECTION 7 OF THE CONSTITUTION OF NEW MEXICO, SUBJECT TO THE APPROVAL OF CONGRESS, TO PROVIDE FOR ADDITIONAL ANNUAL DISTRIBUTIONS OF THE PERMANENT FUNDS, INCLUDING DISTRIBUTIONS FROM THE PERMANENT SCHOOL FUND FOR EARLY CHILDHOOD EDUCATION SERVICES" attached hereto as Exhibit A.
- B. The Navajo Nation hereby authorizes the Speaker of the Navajo Nation Council, President of the Navajo Nation, and their designees, to advocate the Navajo Nation's support of the New Mexico Joint Resolution 1.



#### HOUSE JOINT RESOLUTION 1

### 54TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2019

#### INTRODUCED BY

Antonio "Moe" Maestas and Javier Martínez

#### A JOINT RESOLUTION

PROPOSING AN AMENDMENT TO ARTICLE 12, SECTION 7 OF THE CONSTITUTION OF NEW MEXICO, SUBJECT TO THE APPROVAL OF CONGRESS, TO PROVIDE FOR ADDITIONAL ANNUAL DISTRIBUTIONS OF THE PERMANENT FUNDS, INCLUDING DISTRIBUTIONS FROM THE PERMANENT SCHOOL FUND FOR EARLY CHILDHOOD EDUCATIONAL SERVICES.

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

SECTION 1. It is proposed to amend Article 12, Section 7 of the constitution of New Mexico to read:

"A. As used in this section, "fund" means the permanent school fund described in Article 12, Section 2 of this constitution and all other permanent funds derived from lands granted or confirmed to the state by the act of congress of June 20, 1910, entitled "An act to enable the people of New Mexico to form a constitution and state government and be

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admitted into the union on an equal footing with the original states.".

- The fund shall be invested by the state В. investment officer in accordance with policy regulations promulgated by the state investment council.
- In making investments, the state investment officer, under the supervision of the state investment council, shall invest and manage the fund in accordance with the Uniform Prudent Investor Act.
- The legislature may establish criteria for investing the fund if the criteria are enacted by a threefourths' vote of the members elected to each house, but investment of the fund is subject to the following restrictions:
- (1) not more than sixty-five percent of the book value of the fund shall be invested at any given time in corporate stocks;
- not more than ten percent of the voting stock of a corporation shall be held; and
- stocks eligible for purchase shall be restricted to those stocks of businesses listed upon a national stock exchange or included in a nationally recognized list of stocks.
- All additions to the fund and all earnings, Ε. including interest, dividends and capital gains from investment .211978.1

of the fund shall be credited to the fund.

- F. Except as provided in Subsection G of this section, the annual distributions from the fund shall be five percent of the average of the year-end market values of the fund for the immediately preceding five calendar years.
- G. In addition to the annual distribution made pursuant to Subsection F of this section, unless suspended pursuant to Subsection [H] I of this section, an additional annual distribution shall be made [pursuant to the following schedule] as provided in this subsection; provided that no additional distribution shall be made pursuant to the provisions of this subsection in any fiscal year if the average of the year-end market values of the fund for the immediately preceding five calendar years is less than ten billion dollars (\$10,000,000,000,000).
- amount equal to eight-tenths percent of the average of the year-end market values of the fund for the immediately preceding five calendar years; provided that any additional distribution from the permanent school fund pursuant to this paragraph shall be used to implement and maintain educational reforms as provided by law; and
- (2) in fiscal years 2013 through 2016 an amount equal to one-half percent of the average of the year-end market values of the fund for the immediately preceding five .211978.1

calendar years; provided that any additional distribution from the permanent school fund pursuant to this paragraph shall be used to implement and maintain educational reforms as provided by law Unless suspended pursuant to this subsection or Subsection I of this section, additional annual distributions shall be one percent of the average of the year-end market values of the fund for the immediately preceding five calendar years; provided that the amount of the additional distribution from the permanent school fund shall be for early childhood educational services administered by the state, as provided by law.

H. As used in this section, "early childhood educational services" means nonsectarian and nondenominational services for children until they are eligible for kindergarten.

[H.] I. The legislature, by a three-fifths' vote of the members elected to each house, may suspend any additional distribution provided for in Subsection G of this section."

SECTION 2. The amendment proposed by this resolution shall be submitted to the people for their approval or rejection at the next general election or at any special election prior to that date that may be called for that purpose.

SECTION 3. The amendment proposed by this resolution shall not become effective without the consent of the United States congress.

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#### **MEMORANDUM**

TO: Honorable Mark Freeland

Becenti, Lake Valley, Nahodishgish, Standing Rock, Whiterock, Huerfano,

Nageezi, Crownpoint Chapters

FROM: Marian Ka

Mariana Kahn, Attorney

Office of Legislative Counsel

DATE: January 31, 2019

SUBJECT: PROPOSED STANDING COMMITTEE RESOLUTION; AN ACTION

RELATING TO NAABIK'ÍYÁTI' COMMITTEE; SUPPORTING NEW MEXICO HOUSE JOINT RESOLUTION 1 TITLED "PROPOSING AN AMENDMENT TO ARTICLE 12, SECTION 7 OF THE CONSTITUTION OF NEW MEXICO, SUBJECT TO THE APPROVAL OF CONGRESS, TO PROVIDE FOR ADDITIONAL ANNUAL DISTRIBUTIONS OF THE PERMANENT FUNDS, INCLUDING DISTRIBUTIONS FROM THE PERMANENT SCHOOL FUND FOR EARLY CHILDHOOD EDUCATION

SERVICES"

As requested, I have prepared the above-referenced proposed resolution and associated legislative summary sheet pursuant to your request for legislative drafting. Based on existing law and review of documents submitted, the resolution as drafted is legally sufficient. As with any action of government however, it can be subject to review by the courts in the event of proper challenge. Please ensure that his particular resolution request is precisely what you want. You are encouraged to review the proposed resolution to ensure that it is drafted to your satisfaction.

The Office of Legislative Counsel confirms the appropriate standing committee(s) based on the standing committees powers outlined in 2 N.N.C. §§301, 401, 501, 601 and 701. Nevertheless, "the Speaker of the Navajo Nation Council shall introduce [the proposed resolution] into the legislative process by assigning it to the respective oversight committee(s) of the Navajo Nation Council having authority over the matters for proper consideration." 2 N.N.C. §164(A)(5).

# THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW PUBLICATION



LEGISLATION NO: \_0014-19\_\_ SPONSOR: Mark Freeland

TITLE: An Action To NAABIK'IYATI' Committee; Supporting New Mexico
House Joint Resolution 1 Titled "Proposing An Amendment To Article 12, Section 7
Of The Constitution Of New Mexico, Subject To The Approval Of Congress, To
Provide For Additional Annual Distribution For The Permanent School Fund For
Early Childhood Education Services"

Date posted: February 4, 2019 at 5:06 PM

Digital comments may be e-mailed to comments@navajo-nsn.gov

Written comments may be mailed to:

Executive Director
Office of Legislative Services
P.O. Box 3390
Window Rock, AZ 86515
(928) 871-7586

Comments may be made in the form of chapter resolutions, letters, position papers, etc. Please include your name, position title, address for written comments; a valid e-mail address is required. Anonymous comments will not be included in the Legislation packet.

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## THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW SUMMARY

**LEGISLATION NO.: 0014-19** 

**SPONSOR:** Honorable Mark Freeland

TITLE: An Action To NAABIK'IYATI' Committee; Supporting New Mexico House Joint Resolution 1 Titled "Proposing An Amendment To Article 12, Section 7 Of The Constitution Of New Mexico, Subject To The Approval Of Congress, To Provide For Additional Annual Distribution For The Permanent School Fund For Early Childhood Education Services"

Posted: February 04, 2019 at 5:06 PM

5 DAY Comment Period Ended: February 09, 2019

**Digital Comments received:** 

Comments Supporting	None
Comments Opposing	None
Inconclusive Comments	None

Sr. Programs & Projects Specialist Office of Legislative Services

02.10.19 @ 5:54 pm

Date/Time