RESOLUTION OF THE NAABIK'IYATI' COMMITTEE OF THE NAVAJO NATION COUNCIL

23rd NAVAJO NATION COUNCIL-FIRST YEAR, 2015

AN ACTION

RELATING TO NAABIK'ÍYÁTI' COMMITTEE; RESPECTFULLY REQUESTING THE STATE OF NEW MEXICO TO CONSIDER AMENDMENTS AND AN APPROPRIATION IN NEW MEXICO HOUSE BILL 108, INTRODUCED BY PATRICIA A. LUNDSTROM

WHEREAS:

- A. Upon the 23rd Navajo Nation Council's swearing in, Naabik'íyáti' Committee exists with all its powers and duties; even though other Navajo Nation standing committees cannot be appointed prior to the 2015 Winter Session. Memorandum from the Office of Legislative Counsel to the Navajo Nation Speaker Pro Tem (Jan. 12, 2015).
- B. The Navajo Nation established the Naabik'íyáti' Committee as a Navajo Nation Council standing committee and as such empowered Naabik'íyáti' Committee to coordinate all state programs, i.e. New Mexico Department of Health, to provide efficient services to Navajo members. 2 N.N.C. §§ 164 (A)(9), 700 (A), 701 (A)(4)(2012) see also CO-45-12.
- C. The Navajo Nation has a government-to-government relationship with the State of New Mexico; and
- D. New Mexico Senate Bill 196: State-Tribal Collaboration Act sought to enhance the government-to government relationship between Indian nations and the state agencies; and
- E. On December 17, 2009, the New Mexico Department of Health adopted the State-Tribal Consultation, Collaboration and Communication Policy which sought to improve government-to-government relationships with the Indian nations; and

- F. House Representative Patricia A. Lundstrom introduced House Bill 108, relating to public health; EXHIBIT A; and
- G. The State of New Mexico seeks to amend the Interagency Behavioral Health Purchasing Collaborative which will create a statewide master plan on the delivery of behavioral health services; and
- H. The Navajo Nation Department of Health desires to be part of the Collaborative because there are a number of Navajo Nation members who live in border towns and Albuquerque; EXHIBIT B; and
- I. The Navajo Nation Department of Health respectfully requests the State of New Mexico appropriate some monies to assist with epidemiological data collection and behavioral health services; EXHIBIT B.
- J. The Naabik'íyáti Committee of the Navajo Nation Council makes recommendations to the body of New Mexico House Bill 108 as set forth in EXHIBIT C.

NOW THEREFORE, BE IT RESOLVED:

- 1. The Navajo Nation respectfully requests the New Mexico Legislature or their designees to include Navajo Nation designee on the Interagency Behavioral Health Purchasing Collaborative.
- 2. The Navajo Nation respectfully requests the New Mexico Legislature to appropriate funds to assist with epidemiological data collection.
- 3. The Navajo Nation respectfully requests that the New Mexico State Legislators take into consideration the Naabik'íyáti' Committee of the Navajo Nation Council's recommended amendments to House Bill 108 as set forth in EXHIBIT C.
- 4. The Navajo Nation hereby authorizes the Navajo Nation President, the Navajo Nation Speaker, and their designees, to advocate on their behalf.

CERTIFICATION

I hereby certify that the foregoing resolution was duly considered by the Naabik'íyáti' Committee of the Navajo Nation Council at a duly called meeting in Window Rock, Navajo Nation (Arizona) at which a quorum was present and that the same was passed by a vote of 19 in favor and 0 opposed, this 22nd day of January 2015.

Kee Allen Begay, Pro Tem Chairperson

Naabik'íyáti'\Committee

Motion: Honorable Edmund Yazzie

Second: Honorable Otto Tso

LEGISLATIVE SUMMARY SHEET

Tracking No. 000u-15

DATE:

January 14, 2015

TITLE OF RESOLUTION: AN ACTION RELATING TO NAABIK'ÍYÁTI' COMMITTEE; RESPECTFULLY REQUESTING THE STATE OF NEW MEXICO TO CONSIDER AMENDMENTS AND AN APPROPRIATION IN NEW MEXICO HOUSE BILL 108, INTRODUCED BY PATRICIA A. LUNSTROM

PURPOSE: The purpose of the resolution is to request the State of New Mexico to consider amendments and an appropriation in New Mexico House Bill 108.

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.

5-DAY BILL	HOLD PERI	OD:_	Many
Website Post	ing Time/I	Date: .	9:45am 1/14/15
Posting End	Date:	21/	2015
Eligible for A	ction:	22	10015

PROPOSED STANDING COMMITTEE RESOLUTION

23rd NAVAJO NATION COUNCIL—FIRST YEAR, 2015

INTRODUCED BY

Primary Sponsor

TRACKING NO. _0004-15

AN ACTION

RELATING TO NAABIK'ÍYÁTI' COMMITTEE; RESPECTFULLY REQUESTING THE STATE OF NEW MEXICO TO CONSIDER AMENDMENTS AND AN APPROPRIATION IN NEW MEXICO HOUSE BILL 108, INTRODUCED BY PATRICIA A. LUNSTROM

WHEREAS:

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- B. The Navajo Nation established the Naabik'íyáti' Committee as a Navajo Nation Council standing committee and as such empowered Naabik'íyáti' Committee to coordinate all state programs, i.e. New Mexico Department of Health, to provide efficient services to Navajo members. 2 N.N.C. §§ 164 (A)(9), 700 (A), 701 (A)(4) (2012) see also CO-45-12.
- C. The Navajo Nation has a government-to-government relationship with the State of New Mexico; and
- D. New Mexico Senate Bill 196: State-Tribal Collaboration Act sought to enhance the government-to government relationship between Indian nations and the state agencies; and

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- I. The Navajo Nation Department of Health respectfully request the State of New Mexico appropriate some monies to assist with epidemiological data collection and behavioral health services; EXHIBIT B.

NOW THEREFORE, BE IT RESOLVED:

- The Navajo Nation respectfully requests the New Mexico Legislature or their designees
 to include Navajo Nation designee on the Interagency Behavioral Health Purchasing
 Collaborative.
- 2. The Navajo Nation respectfully requests the New Mexico Legislature to appropriate funds to assist with epidemiological data collection.
- 3. The Navajo Nation hereby authorizes the Navajo Nation President, the Navajo Nation Speaker, and their designees, to advocate on their behalf.



HOUSE BILL 108

52ND LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2015

INTRODUCED BY

Patricia A. Lundstrom

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AN ACT

RELATING TO PUBLIC HEALTH; AMENDING A SECTION OF THE DEPARTMENT
OF HEALTH ACT TO PROVIDE FOR THE CREATION AND RANKING OF
INVESTMENT ZONES STATEWIDE FOR THE PRIORITIZATION OF BEHAVIORAL
HEALTH SERVICE DELIVERY; MAKING AN APPROPRIATION.

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

SECTION 1. Section 9-7-6.4 NMSA 1978 (being Laws 2004, Chapter 46, Section 8, as amended) is amended to read:

"9-7-6.4. INTERAGENCY BEHAVIORAL HEALTH PURCHASING COLLABORATIVE.--

A. There is created the "interagency behavioral health purchasing collaborative", consisting of the secretaries of aging and long-term services; Indian affairs; human services; health; corrections; children, youth and families; finance and administration; workforce solutions; public .198820.1

education; and transportation; the directors of the
administrative office of the courts; the New Mexico mortgage
finance authority; the governor's commission on disability; the
developmental disabilities planning council; the instructional
support and vocational [rehabilitation] education division of
the public education department; and the New Mexico health
policy commission; and the governor's health policy
coordinator, or their designees. The collaborative shall be
chaired by the secretary of human services with the respective
secretaries of health and children, youth and families
alternating annually as co-chairs. The collaborative shall
meet regularly and at the call of either co-chair.

- B. The collaborative shall [meet regularly and at the call of either co-chair and shall:
- (1) identify behavioral health needs
 statewide, with an emphasis on that hiatus between needs and
 services set forth in the department of health's gap analysis
 and in ongoing needs assessments, and develop a master plan for
 statewide delivery of services;
- (2) give special attention to regional differences, including cultural, rural, frontier, urban and border issues;
- (3) inventory all expenditures for behavioral health, including mental health and substance abuse;
 - (4) plan, design and direct a statewide

behavioral health system, ensuring both availability of
services and efficient use of all behavioral health funding,
taking into consideration funding appropriated to specific
affected departments; and

(5) contract for operation of one or more behavioral health entities to ensure availability of services throughout the state.

C. The plan for delivery of behavioral health services shall] create a master plan for the delivery of behavioral health services statewide, pursuant to which the collaborative shall divide the state into geographically designated investment zones. The secretary of health shall provide to the collaborative epidemiological data and other source data that identify the combined incidence of mortality related to alcohol use, drug overdose and suicide in each investment zone. Using these combined incidence data, the collaborative shall assign a "tier three" ranking to those investment zones with the highest incidence and a "tier one" ranking to those investment zones with the lowest incidence. The collaborative shall:

(1) establish a funding formula according to which tier three investment zones are assigned the highest priority for the funding of behavioral health services, tier two investment zones are assigned a lower priority and tier one investment zones are assigned the lowest priority;

1	(2) ensure the delivery of only those
2	behavioral health services that are evidence-based services;
3	(3) direct the allocation of general fund
4	appropriations for the delivery of behavioral health services
5	in an investment zone only if a local government matches at
6	least twenty-five percent of the cost of the behavioral health
7	services;
8	(4) establish a limit on local government
9	contributions to effect a distribution of behavioral health
10	services that prioritizes allocation according to tier ranking
11	while ensuring statewide delivery of behavioral health
12	services;
13	(5) contract for the operation of one or more
14	behavioral health entities to ensure availability of services
15	throughout the state;
16	(6) inventory all expenditures for behavioral
17	health services, including mental health and substance use
18	disorder treatment services;
19	(7) ensure that behavioral health service
20	delivery accords special attention to regional differences,
21	including characteristics related to each region's culture and
22	language as well as geographic situation in a rural, frontier,
23	urban or border area;
24	(8) report annually to the legislature:
25	(a) the status of master plan

1	implementation, including the collaborative's progress toward
2	achieving its strategic goals;
3	(b) the collaborative's progress in
4	addressing the behavioral health needs in investment zones
5	according to tier ranking;
6	(c) information relating to the
7	performance of persons that provide services to the
8	collaborative by contract, including but not limited to the
9	performance of the behavioral health entities with which the
10	collaborative contracts pursuant to Paragraph (5) of this
11	subsection;
12	(d) the following information relating
13	to services and program operations: 1) the number of
14	individuals served; 2) the most frequently treated diagnoses;
15	and 3) expenditures by type of service and other aggregate
16	claims data:
17	(e) general fund and local government
18	funding allocated for the delivery of behavioral health
19	services to each investment zone;
20	(f) the specific evidence-based
21	behavioral health services delivered in the targeted investment
22	zones; and
23	(g) data comparing clinical outcomes for
24	evidence-based behavioral services in the investment zones
25	before and after implementation of the investment zones
	.198820.1

targeting program; and

- (9) include in the master plan specific service plans to address the needs of infants, children, adolescents, adults and seniors, as well as to address work force development and retention and quality improvement issues.
- C. The collaborative shall revise the plan [shall be revised] every two years [and shall be adopted by]. The department of health shall adopt the master plan as part of the statewide health plan.
- D. The <u>master</u> plan shall take the following principles into consideration, to the extent practicable and within available resources:
- (1) services should be individually centered and family-focused based on principles of individual capacity for recovery and resiliency;
- (2) services should be delivered in a culturally responsive manner in a home- or community-based setting, where possible;
- (3) services should be delivered in the least restrictive and most appropriate manner;
- (4) individualized service planning and case management should take into consideration individual and family circumstances, abilities and strengths and be accomplished in consultation with appropriate family <u>members</u>, caregivers and other persons critical to the individual's life and well-being;

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	(5)	service	s shoul	d be	coordinated,
accessible,	accountabl	e and	of high	qual	ity;

- (6) services should be directed by the individual or family served to the extent possible;
- (7) services may be consumer- or family-provided, as defined by the collaborative; and
- (8) services should include behavioral health promotion, prevention, early intervention, treatment and community support [and
- (9) services should consider regional differences, including cultural, rural, frontier, urban and border issues].
- E. The collaborative shall seek and consider suggestions of Native American representatives from Indian nations, tribes <u>and</u> pueblos and the urban Indian population, located wholly or partially within New Mexico, in the development of the <u>master</u> plan for delivery of behavioral health services.
- F. Pursuant to the State Rules Act, the collaborative shall adopt rules through the human services department for:
- (1) standards of delivery for behavioral health services provided through contracted behavioral health entities, including:
 - (a) quality management and improvement;

1	(b) performance measures;
2	(c) accessibility and availability of
3	services;
4	(d) utilization management;
5	(e) credentialing of providers;
6	(f) rights and responsibilities of
7	consumers and providers;
8	(g) clinical evaluation and treatment
9	and supporting documentation; and
10	(h) confidentiality of consumer records;
11	and
12	(2) approval of contracts and contract
13	amendments by the collaborative, including public notice of the
14	proposed final contract.
15	G. The collaborative shall, through the human
16	services department, submit a separately identifiable
17	consolidated behavioral health budget request. The
18	consolidated behavioral health budget request shall account for
19	requested funding for the behavioral health services program at
20	the human services department and any other requested funding
21	for behavioral health services from agencies identified in
22	Subsection A of this section that will be used pursuant to
23	Paragraph (5) of Subsection B of this section. Any contract
24	proposed, negotiated or entered into by the collaborative is
25	subject to the provisions of the Procurement Code.

H. The collaborative shall, with the consent of the
governor, appoint a "director of the collaborative". The
director is responsible for the coordination of day-to-day
activities of the collaborative, including the coordination of
staff from the collaborative member agencies.

- I. The collaborative shall provide a quarterly report to the legislative finance committee on performance outcome measures. [The collaborative shall submit an annual report to the legislative finance committee and the interim legislative health and human services committee that provides information on:
- (1) the collaborative's progress toward achieving its strategic plans and goals;
- (2) the collaborative's performance information, including contractors and providers; and
- (3) the number of people receiving services, the most frequently treated diagnoses, expenditures by type of service and other aggregate claims data relating to services rendered and program operations.]

J. As used in this section:

(1) "class A county" means a county having a final, full assessed valuation of over seventy-five million dollars (\$75,000,000) and having a population of one hundred thousand persons or more as determined by the most current annual population data or estimate available from the United .198820.1

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States	census	bureau;

		(2)	"inv	estment	zone"	means	an	area	<u>t</u> hat	is
under	county	police	power	jurisdi	ction:					

	(a) that is contiguous with the
boundaries	of a county that is not a class A county; or
	(b) for which the secretary of health
designates	the boundaries, if located within a class A county;
and	

(3) "local government" means the governing body of a county, an incorporated municipality or an Indian nation, tribe or pueblo."

SECTION 2. APPROPRIATION. -- One million dollars (\$1,000,000) is appropriated from the general fund to the department of health for expenditure in fiscal year 2016 to fund the creation and prioritization of investment zones statewide pursuant to Section l of this act for behavioral health service delivery through the interagency behavioral health purchasing collaborative. Any unexpended or unencumbered balance remaining at the end of fiscal year 2016 shall revert to the general fund.

SECTION 3. EFFECTIVE DATE. -- The effective date of the provisions of this act is July 1, 2015.

- 10 -

THE NAVAJO NATION



BEN SHELLY PRESIDENT REX LEE JIM VICE PRESIDENT

NAVAJO DIVISION OF HEALTH



TO: Hon. Jonathan L. Hale, Chairperson

Health, Education, and Human Services Committee

FROM:

Ramona Antone Nez, MPH, BSN, Acting Executive Director

Navajo Division of Health

DATE: Jar

January 6, 2015

SUBJECT: Recommendations to House Bill 52nd Legislature – State of New Mexico – First

Session, 2015, Discussion Draft

This is a response to Memorandum December 30, 2014 on Subject: Navajo Department of Health Recommendations. The above mentioned House Bill Discussion Draft of 12/19/14 is an Act relating to public health; amending a section of the New Mexico Department of Health. There are ten (10) sections of the House Bill and are as follows:

Section 1. Is amended to read: 9-7-6.4. Interagency Behavioral Health Purchasing Collaborative. Recommendations to have a strong statement on behalf of the Navajo Nation: The Navajo Nation requests a seat on the "interagency behavioral health purchasing collaborative" to remain involved and collaborate in discussions and decision making to the:

- a. master plan;
- b. epidemiological data, and other data sources;
- c. "tier three" ranking to investment zones;
- d. establish a funding formula according to which tier-three investment zones with the highest priority for the funding of behavioral health services;
- e. ensure delivery of only those behavioral health services that are evidence-based services;
- f. general fund appropriations for the delivery of behavioral health services, include behavioral health promotion, prevention early intervention, treatment and community support in an investment zone only if a local government matches at least twenty-five percent of the cost of the behavioral health services:
 - g. establish a limit on local government contributions;
 - h. contract if appropriate for behavioral health services;
- i. represent special attention to regional differences in border towns of the Navajo Nation in New Mexico.
 - j. annual reports;
 - k. culturally responsive.

THE NAVAJO NATION



BEN SHELLY PRESIDENT REX LEE JIM VICE PRESIDENT

Section 2. A new section of the Liquor Control Act is enacted to read: Interagency Behavioral health Purchasing Collaborative Reports – Local Option District Investment Zone Tier Ranking – Restricted Hours of Sale and Service.

Recommendations: What tier ranking are Navajo Nation border towns?

Section 3. Is amended to read: 60-6A-4. Restaurant License.

Section 4. Is amended to read: 60-6A-6.1. Craft Distiller's License.

Section 5. Is amended to read: 60-6A-11. Winegrower's License.

Section 6. Is amended to read: 60-6A-26.1. Small Brewer's License.

Section 7. Is amended to read: 60-6B-2. Applications.

Section 8. Is amended to read: 60-6B-4. Issuance or Transfer of License – Approval of

Appropriate Governing Body.

Section 9. Is amended to read: 60-7A-1 Hours and days of business –Sunday sales –Christmas

day sales—Sunday sales for consumption of the licensed premised—Elections.

Section 10. Appropriation.

Recommendation: The Navajo Nation requests an appropriation to assist with epidemiological data collection and behavioral health services to create and prioritize investment zones on the New Mexico portion of the Navajo Nation and border towns.

Section 11. Repeal.

Section 12. Effective Date.

If you have any questions please contact me at (928) 245-1504.



December 30, 2014

MEMORANDUM

TO:

Ramona Antone-Nez, Acting Executive Director

Navajo Department of Health

FROM:

Hon. Jonathan L. Hale, Chairperson

Health, Education, and Human Services Committee

SUBJECT:

Navajo Department of Health Recommendations

This memorandum request of recommendations to the language to this bill, which will be introduced to the New Mexico State Legislature so that we can have a strong statement on behalf of the Navajo people. This document was received during the report of the Gallup Detox in Gallup, New Mexico.

Please refer the document back to Ms. Beverly Martinez, Legislative Advisor of the Health, Education, and Human Services Committee by January 6, 2015.

If you have any further questions please contact me at (928) 380-6057. Thank you.

xc: Hon. LoRenzo Bates, Speaker Pro Temp

Mr. Lavon Henry, Chief Legislative Counsel

Health, Education and Human Services Committee Members

LEGISATIVE BRANCH

Hon. Rex Lee Jim, Vice President

NAVAJO NATION

File

HOUSE BILL

52ND LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2015

INTRODUCED BY

DISCUSSION DRAFT

AN ACT

RELATING TO PUBLIC HEALTH; AMENDING A SECTION OF THE DEPARTMENT OF HEALTH ACT TO PROVIDE FOR THE CREATION AND RANKING OF INVESTMENT ZONES STATEWIDE FOR THE PRIORITIZATION OF BEHAVIORAL HEALTH SERVICE DELIVERY; PROVIDING FOR LOCAL OPTION DISTRICT RANKINGS; PROVIDING THAT THE DENIAL OF THE ISSUANCE OR TRANSFER OF A LICENSE IS SUPPORTED BY SUBSTANTIAL EVIDENCE UNDER CERTAIN CIRCUMSTANCES; ALLOWING THE GOVERNING BODY OF A TIER THREE INVESTMENT ZONE TO RESTRICT THE HOURS OF SALES AND SERVICE OF ALCOHOLIC BEVERAGES; RECONCILING CONFLICTING AMENDMENTS TO THE SAME SECTION OF LAW BY REPEALING LAWS 2001, CHAPTER 248, SECTION 2; MAKING AN APPROPRIATION.

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

SECTION 1. Section 9-7-6.4 NMSA 1978 (being Laws 2004, Chapter 46, Section 8, as amended) is amended to read:

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INTERAGENCY BEHAVIORAL HEALTH PURCHASING "9-7-6.4. COLLABORATIVE. --

There is created the "interagency behavioral" health purchasing collaborative", consisting of the secretaries of aging and long-term services; Indian affairs; human NN DOH Tribal Consult services; health; corrections; children, youth and families; finance and administration; workforce solutions; public education; and transportation; the directors of the administrative office of the courts; the New Mexico mortgage finance authority; the governor's commission on disability; the developmental disabilities planning council; the instructional support and vocational [rehabilitation] education division of the public education department; and the New Mexico health policy commission; and the governor's health policy coordinator, or their designees. The collaborative shall be chaired by the secretary of human services with the respective secretaries of health and children, youth and families alternating annually as co-chairs. The collaborative shall meet regularly and at the call of either co-chair.

The collaborative shall [meet regularly and at the call of either co-chair and shall:

(1) identify behavioral health needs statewide, with an emphasis on that hiatus between needs and services set forth in the department of health's gap analysis, and in ongoing needs assessments, and develop a master plan for .198102.4

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statewide delivery	$\overline{01}$	services,

(2) give special attention to regional differences, including cultural, rural, frontier, urban and border issues;

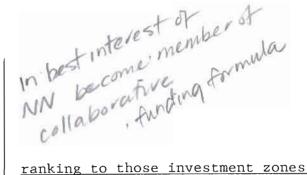
(3) inventory all expenditures for behavioral health, including mental health and substance abuse;

(4) plan, design and direct a statewide behavioral health system, ensuring both availability of services and efficient use of all behavioral health funding, taking into consideration funding appropriated to specific affected departments; and

(5) contract for operation of one or more behavioral health entities to ensure availability of services throughout the state.

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tierthree

ranking to those investment zones with the lowest incidence.

The collaborative shall:

(1) establish a funding formula according to
which tier-three investment zones are assigned the highest
priority for the funding of behavioral health services, tier-
two investment zones are assigned a lower priority and tier-one
investment zones are assigned the lowest priority;

(2) ensure the delivery of only those

behavioral health services that are evidence-based services;

appropriations for the delivery of behavioral health services
in an investment zone only if a local government matches at

least twenty-five percent of the cost of the behavioral health
services;

(4) establish a limit on local government

contributions to effect a distribution of behavioral health

services that prioritizes allocation according to tier ranking

while ensuring statewide delivery of behavioral health

services;

- (5) contract for the operation of one or more behavioral health entities to ensure availability of services throughout the state;
- (6) inventory all expenditures for behavioral health services, including mental health and substance use disorder treatment services;

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(7) ensure that behavioral health service
delivery accords special attention to regional differences,
including characteristics related to each region's culture and
language as well as geographic situation in a rural, frontier,
urban or horder area:

(8) report annually to the director of the mg division of the regulation and licensing eographic designations and tiers' alcohol and gaming division of the regulation and licensing department the geographic designations and tiered rankings of the investment zones that the collaborative has established pursuant to this section;

(9) report annually to the legislature:

(a) the status of master plan

implementation, including the collaborative's progress toward achieving its strategic goals;

(b) the collaborative's progress in addressing the behavioral health needs in investment zones according to tier ranking;

(c) information relating to the performance of persons that provide services to the collaborative by contract, including but not limited to the performance of the behavioral health entities with which the collaborative contracts pursuant to Paragraph (5) of this subsection;

(d) the following information relating to services and program operations: 1) the number of .198102.4

2	and 3) expenditures by type of service and other aggregate
3	claims data;
4	(e) general fund and local government
5	funding allocated for the delivery of behavioral health
6	services to each investment zone;
7	(f) the specific evidence-based
8	behavioral health services delivered in the targeted investment
9	zones; and
10	(g) data comparing clinical outcomes for
11	evidence-based behavioral services in the investment zones
12	before and after implementation of the investment zones
13	targeting program; and
14	(10) include in the master plan specific
15	service plans to address the needs of infants, children,
16	adolescents, adults and seniors, as well as to address work
17	force development and retention and quality improvement issues.
18	C. The collaborative shall revise the plan [shall
19	be revised] every t <mark>wo years [and shall be adopted by</mark>]. The
20	department of health shall adopt the master plan as part of the
21	statewide health plan.
22	D. The master plan shall take the following
23	principles into consideration, to the extent practicable and
24	within available resources:
25	(l) services should be individually centered
	.198102.4

individuals served; 2) the most frequently treated diagnoses;

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and family-focused based on principles of individual capacity for recovery and resiliency;

- (2) services should be delivered in a culturally responsive manner in a home- or community-based setting, where possible;
- (3) services should be delivered in the least restrictive and most appropriate manner;
- (4) individualized service planning and case management should take into consideration individual and family circumstances, abilities and strengths and be accomplished in consultation with appropriate family members, caregivers and other persons critical to the individual's life and well-being;
- (5) services should be coordinated. accessible, accountable and of high quality;
- (6) services should be directed by the individual or family served to the extent possible;
- (7) services may be consumer- or familyprovided, as defined by the collaborative; and
- (8) services should include behavioral health promotion, prevention, early intervention, treatment and community support [and
- (9) services should consider regional differences, including cultural, rural, frontier, urban and border issues].
- The collaborative shall seek and consider .198102.4

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suggestions of Native American representatives from Indian
nations, tribes and pueblos and the urban Indian population,
located wholly or partially within New Mexico, in the
development of the <u>master</u> plan for delivery of behavioral
health services.

- F. Pursuant to the State Rules Act, the collaborative shall adopt rules through the human services department for:
- (1) standards of delivery for behavioral health services provided through contracted behavioral health entities, including:
 - (a) quality management and improvement;
 - (b) performance measures;
 - (c) accessibility and availability of

services;

and

- (d) utilization management;
- (e) credentialing of providers;
- (f) rights and responsibilities of

consumers and providers;

- (g) clinical evaluation and treatment and supporting documentation; and
 - (h) confidentiality of consumer records;
- (2) approval of contracts and contract amendments by the collaborative, including public notice of the .198102.4

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proposed final contract.

- G. The collaborative shall, through the human services department, submit a separately identifiable consolidated behavioral health budget request. The consolidated behavioral health budget request shall account for requested funding for the behavioral health services program at the human services department and any other requested funding for behavioral health services from agencies identified in Subsection A of this section that will be used pursuant to Paragraph (5) of Subsection B of this section. Any contract proposed, negotiated or entered into by the collaborative is subject to the provisions of the Procurement Code.
- H. The collaborative shall, with the consent of the governor, appoint a "director of the collaborative". The director is responsible for the coordination of day-to-day activities of the collaborative, including the coordination of staff from the collaborative member agencies.
- I. The collaborative shall provide a quarterly report to the legislative finance committee on performance outcome measures. [The collaborative shall submit an annual report to the legislative finance committee and the interim legislative health and human services committee that provides information on:
- (1) the collaborative's progress toward achieving its strategic plans and goals;

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(2) the collaborative's performance
information, including contractors and providers; and
(3) the number of people receiving services,
the most frequently treated diagnoses, expenditures by type of
service and other aggregate claims data relating to services
rendered and program operations.]
J. As used in this section:
(1) "class A county" means a county having a
final, full assessed valuation of over seventy-five million
dollars (\$75,000,000) and having a population of one hundred
thousand persons or more as determined by the most current
annual population data or estimate available from the United
States census bureau;
(2) "investment zone" means:
(a) an area that is contiguous with the
boundaries of a county that is not a class A county; or
(b) an area for which the secretary of
health designates the boundaries, if located within a class A
county; and

(3) "local government" means the governing body of a county, an incorporated municipality or an Indian nation, tribe or pueblo."

SECTION 2. A new section of the Liquor Control Act is enacted to read:

"[NEW MATERIAL] INTERAGENCY BEHAVIORAL HEALTH PURCHASING
.198102.4

COLLABORATIVE REPORTS -- LOCAL OPTION DISTRICT INVESTMENT ZONE TIER RANKINGS -- RESTRICTED HOURS OF SALE AND SERVICE. --

A. The director of the alcohol and gaming division of the regulation and licensing department shall assign a tier ranking to each local option district that corresponds to the tier ranking and geographic contours of the investment zones that are designated by the interagency behavioral health purchasing collaborative and that are reported annually by the collaborative to the director pursuant to Section 9-7-6.4 NMSA 1978. If a local option district includes two or more investment zones that have assigned different tier rankings, the director shall assign to that local option district the tier ranking that applies to the majority of the geographic area within that local option district.

B. Notwithstanding provisions of the Liquor Control Act that provide otherwise, the governing body of a local option district that has been designated by the interagency behavioral health purchasing collaborative as a tier three investment zone may designate hours during which alcoholic beverages may be sold and served within the local option district that are more restrictive that the hours of sale and service that are established by the Liquor Control Act."

SECTION 3. Section 60-6A-4 NMSA 1978 (being Laws 1981, Chapter 39, Section 21, as amended) is amended to read:

"60-6A-4. RESTAURANT LICENSE.--

A. At any time after the effective date of the
Liquor Control Act, a local option district may approve the
issuance of restaurant licenses for the sale of beer and wine
by holding an election on that question pursuant to the
procedures set out in Section 60-5A-1 NMSA 1978. The election
also may be initiated by a resolution adopted by the governing
body of the local option district without a petition from
registered qualified electors having been submitted.

- B. After the approval of restaurant licenses by the registered qualified electors of the local option district and upon completion of all requirements in the Liquor Control Act for the issuance of licenses, a restaurant located or to be located within the local option district may receive a restaurant license to sell, serve or allow the consumption of beer and wine subject to the following requirements and restrictions:
- (1) the applicant shall submit evidence to the department that [he] the applicant has a current valid food service establishment permit;
- (2) the applicant shall satisfy the director that the primary source of revenue from the operation of the restaurant will be derived from meals and not from the sale of beer and wine;
- (3) the director shall condition renewal upon a requirement that no less than sixty percent of gross receipts .198102.4

from the preceding twelve months' operation of the licensed restaurant was derived from the sale of meals;

- (4) upon application for renewal, the licensee shall submit an annual report to the director indicating the annual gross receipts from the sale of meals and from beer and wine sales;
- (5) restaurant licensees shall not sell beer and wine for consumption off the licensed premises;
- (6) all sales, services and consumption of beer and wine authorized by a restaurant license shall cease at the time meals sales and services cease or at 11:00 p.m., whichever time is earlier, or at the time designated by the governing body of a local option district pursuant to Section 2 of this 2015 act;
- (7) if Sunday sales have been approved in the local option district, a restaurant licensee may serve beer and wine on Sundays until the time meals sales and services cease or 11:00 p.m., whichever time is earlier, or at the time designated by the governing body of a local option district pursuant to Section 2 of this 2015 act; and
- (8) a restaurant license shall not be transferable from person to person or from one location to another.
- C. The provisions of Section 60-6A-18 NMSA 1978 shall not apply to restaurant licenses.

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D. Nothing in this section shall prevent a restaurant licensee from receiving other licenses pursuant to the Liquor Control Act."

SECTION 4. Section 60-6A-6.1 NMSA 1978 (being Laws 2011, Chapter 110, Section 3) is amended to read:

"60-6A-6.1. CRAFT DISTILLER'S LICENSE.--

A. In any local option district, a person qualified under the provisions of the Liquor Control Act, except as otherwise provided in the Domestic Winery, Small Brewery and Craft Distillery Act, may apply for and be issued a craft distiller's license subject to the following conditions:

- (1) the applicant submits evidence to the department that the applicant has a valid and appropriate permit issued by the federal government to be a craft distiller;
- (2) renewal of the license shall be conditioned upon:
- (a) no less than sixty percent of the gross receipts from the sale of spirituous liquors for the preceding twelve months of the licensee's operation being derived from the sale of spirituous liquors produced by the licensee;
- (b) the manufacture of no less than one thousand proof gallons of spirituous liquors per license year at the licensee's premises; and

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(c) submission to the department by the
licensee of a report showing the number of proof gallons of
spirituous liquors manufactured by the licensee at the
licensee's premises and the annual gross receipts from the sale
of spirituous liquors produced by the licensee and from the
licensee's sale of distilled spirituous liquors produced by
other New Mexico licensed craft distillers.

- (3) a craft distiller's license shall not be transferred from person to person or from one location to another;
- (4) the provisions of Section $60-6A-18\,$ NMSA 1978 shall not apply to a craft distiller's license; and
- (5) nothing in this section shall prevent a craft distiller from receiving other licenses pursuant to the Liquor Control Act.
- B. A person to whom a craft distiller's license is issued pursuant to this section may do any of the following:
- (1) manufacture or produce spirituous liquors, including aging, filtering, blending, mixing, flavoring, coloring, bottling and labeling;
- (2) store, transport, import or export spirituous liquors;
- (3) sell only spirituous liquors that are packaged by or for the craft distiller to a person holding a wholesaler's license, a craft distiller's license or a .198102.4

manufacturer's license;

- (4) deal in warehouse receipts for spirituous liquors;
- (5) buy spirituous liquors from other persons, including licensees and permittees under the Liquor Control Act, for use in blending, flavoring, mixing or bottling of spirituous liquors;
- (6) be deemed a manufacturer for purposes of the Gross Receipts and Compensating Tax Act;
- (7) conduct spirituous liquor tastings and sell, by the glass or by the bottle, or in unbroken packages for consumption off the premises but not for resale, spirituous liquors of the craft distiller's own production or spirituous liquors produced by another New Mexico craft distiller or New Mexico manufacturer on the craft distiller's premises; and
- (8) at no more than two other locations off the craft distiller's premises, after the craft distiller has paid the applicable fee for a craft distiller's off-premises permit, after the director has determined that the off-premises locations meet the requirements of the Liquor Control Act and department rules for new liquor license locations and after the director has issued a craft distiller's off-premises permit for each off-premises location, conduct spirituous liquor tastings and sell by the glass, or in unbroken packages for consumption and not for resale, spirituous liquors produced and bottled by

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or for the craft distiller or spirituous liquors produced and bottled by or for another New Mexico craft distiller or manufacturer.

C. For a public celebration off the craft distiller's premises in any local option district permitting the sale of alcoholic beverages, a craft distiller shall pay ten dollars (\$10.00) to the department for a "craft distiller's public celebration permit" to be issued under rules adopted by the director. Upon request, the department may issue to a craft distiller a public celebration permit for a location at the public celebration that is to be shared with other craft distillers, small brewers and winegrowers. As used in this subsection, "public celebration" includes any state or county fair, community fiesta, cultural or artistic event, sporting competition of a seasonal nature or other activity held on an intermittent basis.

Sales and tastings of spirituous liquors authorized in this section shall be permitted during the hours:

(1) set forth in Subsection A of Section 60-7A-1 NMSA 1978 and between the hours of noon and midnight on Sunday and shall conform to the limitations regarding Christmas day sales and the expansion of Sunday sales hours to 2:00 a.m. on January 1, when December 31 falls on a Sunday as set forth in Section 60-7A-1 NMSA 1978; or

(2) designated by the governing body of a

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local option district pursuant to Section 2 of this 2015 act." SECTION 5. Section 60-6A-11 NMSA 1978 (being Laws 1981,

Chapter 39, Section 28, as amended) is amended to read:

"60-6A-11. WINEGROWER'S LICENSE.--

A. Exempt from the procurement of any other license pursuant to the terms of the Liquor Control Act, but not from the procurement of a winegrower's license, is a person in this state who produces wine. Except during periods of shortage or reduced availability, at least fifty percent of a winegrower's overall annual production of wine shall be produced from grapes or other agricultural products grown in this state pursuant to rules adopted by the director; provided, however, that, for purposes of determining annual production and compliance with the fifty percent New Mexico grown provision of this subsection, the calculation of a winegrower's overall annual production of wine shall not include the winegrower's production of wine for out-of-state wine producer license holders.

- B. A person issued a winegrower's license pursuant to this section may do any of the following:
- (1) manufacture or produce wine, including blending, mixing, flavoring, coloring, bottling and labeling, whether the wine is manufactured or produced for a winegrower or an out-of-state wine producer holding a permit issued by the federal alcohol [tax unit] and tobacco tax and trade bureau of .198102.4

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the internal revenue service and a valid license in a state that authorizes the wine producer to manufacture, produce, store or sell wine;

- store, transport, import or export wines;
- (3) sell wines to a holder of a New Mexico winegrower's, wine wholesaler's, wholesaler's or wine exporter's license or to a winegrower's agent;
- (4) transport not more than two hundred cases of wine in a calendar year to another location within New Mexico by common carrier;
 - deal in warehouse receipts for wine;
- sell wines in other states or foreign jurisdictions to the holders of a license issued under the authority of that state or foreign jurisdiction authorizing the purchase of wine;
- buy wine or distilled wine products from (7) other persons, including licensees and permittees under the Liquor Control Act, for use in blending, mixing or bottling of wines;
- (8) conduct wine tastings and sell, by the glass or by the bottle or sell in unbroken packages for consumption off the premises but not for resale, wine of the winegrower's own production or wine produced by another New Mexico winegrower on the winegrower's premises;
 - (9) at no more than three off-premises

locations, conduct wine tastings, sell by the glass and sell in unbroken packages for consumption off premises, but not for resale, wine of the winegrower's own production or wine produced by another New Mexico winegrower after the director has determined that the off-premises locations meet the requirements of the Liquor Control Act and the department rules for new liquor license locations;

- (10) be deemed a manufacturer for purposes of the Gross Receipts and Compensating Tax Act; and
- (11) at public celebrations on or off the winegrower's premises, after the winegrower has paid the applicable fees and been issued the appropriate permit, to conduct wine tastings, sell by the glass or the bottle or sell in unbroken packages, for consumption off premises but not for resale, wine produced by or for the winegrower.
- Sales of wine as provided for in this section shall be permitted between the hours of 7:00 a.m. and midnight Monday through Saturday or during the hours designated by the governing body of a local option district pursuant to Section 2 of this 2015 act, and the holder of a winegrower's license or public celebration permit may conduct wine tastings and sell, by the glass or bottle or in unbroken packages for consumption off premises but not for resale, wine of the winegrower's own production on the winegrower's premises between the hours of 12:00 noon and midnight on Sunday or during the hours

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designated by the governing body of a local option district pursuant to Section 2 of this 2015 act.

- D. At public celebrations off the winegrower's premises in any local option district permitting the sale of alcoholic beverages, the holder of a winegrower's license shall pay ten dollars (\$10.00) to the alcohol and gaming division of the regulation and licensing department for a "winegrower's public celebration permit" to be issued under rules adopted by the director. Upon request, the alcohol and gaming division of the regulation and licensing department may issue to a holder of a winegrower's license a public celebration permit for a location at the public celebration that is to be shared with other winegrowers and small brewers. As used in this subsection, "public celebration" includes any state or county fair, community fiesta, cultural or artistic event, sporting competition of a seasonal nature or activities held on an intermittent basis.
- E. Every application for the issuance or annual renewal of a winegrower's license shall be on a form prescribed by the director and accompanied by a license fee to be computed as follows on the basis of total annual wine produced or blended:
- less than five thousand gallons per year, twenty-five dollars (\$25.00) per year;
 - (2) between five thousand and one hundred

thousand gallons per year, one hundred dollars (\$100) per year; and

(3) over one hundred thousand gallons per year, two hundred fifty dollars (\$250) per year."

SECTION 6. Section 60-6A-26.1 NMSA 1978 (being Laws 1985, Chapter 217, Section 5, as amended by Laws 2001, Chapter 248, Section 2 and by Laws 2001, Chapter 260, Section 2) is amended to read:

"60-6A-26.1. SMALL BREWER'S LICENSE. --

- A. In any local option district, a person qualified under the provisions of the Liquor Control Act, except as otherwise provided in the Domestic Winery, [and] Small Brewery and Craft Distillery Act, may apply for and be issued a small brewer's license.
- B. A small brewer's license authorizes the person to whom it is issued to:
 - (1) become a manufacturer or producer of beer;
- (2) package, label and export beer, whether manufactured, bottled or produced by [him] the licensee or any other person;
- (3) sell only beer that is packaged by or for [him] the licensee to a person holding a wholesaler's license or a small brewer's license;
 - (4) deal in warehouse receipts for beer;
 - (5) conduct beer tastings and sell for

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consumption on or off premises, but not for resale, beer produced and bottled by, or produced and packaged for, the licensee or produced and bottled by or for another New Mexico small brewer on the small brewer's premises;

- (6) be deemed a manufacturer for purposes of the Gross Receipts and Compensating Tax Act;
- (7) at public celebrations off the small brewer's premises, after the small brewer has paid the applicable fee for a small brewer's public celebration permit, conduct tastings and sell by the glass or in unbroken packages, but not for resale, beer produced and bottled by or for the small brewer;
- (8) at no more than two other locations off
 the small brewer's premises, after the small brewer has paid
 the applicable fee for a small brewer's off-premises permit,
 after the director has determined that the off-premises
 locations meet the requirements of the Liquor Control Act and
 department rules for new liquor license locations and after the
 director has issued a small brewer's off-premises permit for
 each off-premises location, conduct beer tastings and sell by
 the glass or in unbroken packages for consumption off the small
 brewer's off-premises location, but not for resale, beer
 produced and bottled by or for the small brewer or beer
 produced and bottled by or for another New Mexico small brewer;
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- (9) allow members of the public, on the licensed premises and under the direct supervision of the licensee, to manufacture beer for personal consumption and not for resale using the licensee's equipment and ingredients.
- C. At public celebrations off the small brewer's premises in any local option district permitting the sale of alcoholic beverages, the holder of a small brewer's license shall pay ten dollars (\$10.00) to the alcohol and gaming division of the regulation and licensing department for a "small brewer's public celebration permit" to be issued under rules adopted by the director. Upon request, the alcohol and gaming division of the regulation and licensing department may issue to a holder of a small brewer's license a public celebration permit for a location at the public celebration that is to be shared with other small brewers and winegrowers. As used in this subsection, "public celebration" includes any state or county fair, community fiesta, cultural or artistic event, sporting competition of a seasonal nature or activities held on an intermittent basis.
- D. Sales and tastings of beer authorized in this section shall be permitted during the hours:
- (1) set forth in Subsection A of Section 60-7A-1 NMSA 1978 and between the hours of noon and midnight on Sunday and shall conform to the limitations regarding Christmas and voting-day sales found in Section 60-7A-1 NMSA 1978 and the .198102.4

expansion	of	Sunday	sal	Les	hours	to	2:00	a.m.	on	January	l ,	when
December	31	falls or	n a	Sur	nday;	or						

(2) designated by the governing body of a local option district pursuant to Section 2 of this 2015 act."

SECTION 7. Section 60-6B-2 NMSA 1978 (being Laws 1981, Chapter 39, Section 38, as amended) is amended to read:

"60-6B-2. APPLICATIONS.--

A. Before a new license authorized by the Liquor Control Act may be issued by the director, the applicant for the license shall:

- (1) submit to the director a written application for the license under oath, in the form prescribed by and stating the information required by the director, together with a nonrefundable application fee of two hundred dollars (\$200);
- (2) submit to the director for approval a description, including floor plans, in a form prescribed by the director, that shows the proposed licensed premises for which the license application is submitted. The area represented by the approved description shall become the licensed premises;
- (3) submit the name and street address of a New Mexico resident who is not a felon, who has power of attorney and authority to bind the applicant to matters related to liquor sales and operations and upon whom the director may serve any notice related to ownership or operation of the

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3	(4) if the applicant is a con
4	required to submit as part of its application
5	(a) a certified copy of
6	incorporation or, if a foreign corporation, a
7	its certificate of authority;
8	(b) the names and addre
9	officers and directors and those stockholders
10	percent or more of the voting stock of the cor
11	amounts of stock held by each stockholder; pro
12	corporation may not be licensed if an officer,
13	director or holder of more than a ten percent
14	applicant entity would not be eligible to hold
15	pursuant to the Liquor Control Act; and
16	(c) such additional inf
17	regarding the corporation as the director may
18	full disclosure of the corporation's structure
19	responsibility;
20	(5) if the applicant is a lim
21	submit as part of its application the followir
22	(a) a certified copy of
23	of limited partnership;
24	(b) the names and addre
25	general partners and of all limited partners of

license, including any notice of charge pursuant to Chapter 60, Article 6C NMSA 1978; rporation, be the following: its articles of certified copy of sses of all owning ten poration and the ovided, however, a manager, interest in the d a license ormation require to assure e and financial mited partnership, ng: its certificate sses of all contributing ten

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percent or more of the total value of contributions made to the limited partnership or entitled to ten percent or more of the profits earned or other income paid by the limited partnership. A limited partnership shall not receive a license if a partner or holder of a ten percent or greater interest in the applicant entity designated in this subsection would not be eligible to hold a license issued pursuant to the Liquor Control Act; and

- (c) such additional information regarding the limited partnership as the director may require to assure full disclosure of the limited partnership's structure and financial responsibility;
- (6) if the applicant is a limited liability company, submit as part of its application the following:
- (a) a copy of the articles of organization, with a copy of the certificate of filing with the [public regulation commission] secretary of state;
- (b) the [name] names and addresses of all the managing members and all of the nonmanaging members that own a greater than ten percent interest in the limited liability company. Any direct or indirect parent entity of the limited liability company with an interest of ten percent or more in the applicant entity shall submit application forms and qualify to hold a license; and
- (c) such additional information regarding the limited liability company as the director may .198102.4

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require to assure full disclosure of the limited liability company's structure and financial responsibility;

- (7) if the applicant is a trust, submit as part of its application:
- the names and addresses of the (a) trustees;

(b) the names and addresses of any beneficiaries having control over the property of the trust or receiving regular and substantial distributions of principal and income from the trust. Any beneficiary receiving regular and substantial distributions from the trust shall qualify to hold a license. The director may request a copy of the trust agreement for review, which trust agreement need not become part of the application. Affidavits as to the operation and distribution of the principal and income may be requested in lieu of, or in addition to, the copy of the trust agreement that is supplied for review by the department; and

- (c) such additional information regarding the trust as the director may require to assure full disclosure of the trust's structure and financial responsibility; and
- obtain approval for the issuance from the governing body of the local option district in which the proposed licensed premises are to be located in accordance with the provisions of the Liquor Control Act.

B. Except for individual officers, directors,
shareholders, members or partners of entities that are publicly
traded on a national stock exchange and for individuals who
have been fingerprinted for another New Mexico license and had
no prior criminal or arrest record, every applicant for a new
license or for a transfer of ownership of a license shall file
with the application two complete sets of fingerprints taken
under the supervision of and certified to by an officer of the
New Mexico state police, a county sheriff, a municipal chief of
police, a police officer in a foreign country or an individual
qualified to take fingerprints by virtue of training or
experience, for each of the following individuals:

- (1) if the applicant is a person, for the applicant;
- (2) if the applicant or the holder of a ten percent or greater interest in the applicant entity is a corporation, for each principal officer, for each member of the board of directors and for each stockholder with a ten percent or greater interest in the applicant entity;
- (3) if the applicant or the holder of a ten percent or greater interest in the applicant entity is a general partnership, for each partner;
- (4) if the applicant or the holder of a ten percent or greater interest in the applicant entity is a limited partnership, for each general partner, for each limited .198102.4

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partner holding a ten percent or greater interest in the applicant entity and for any principal officers of the limited partnership;

- if the applicant or the holder of a ten percent or greater interest in the applicant entity is a limited liability company, for each managing member, for each member who owns a ten percent or greater interest in the applicant entity and for any principal officer of the limited liability company; and
- (6) if the applicant is a trust, for each trustee and for each beneficiary who has control over trust property and income or who receives substantial and regular distributions from the trust.
- Upon submission of a sworn affidavit from each person who is required to file fingerprints stating that the person has not been convicted of a felony in any jurisdiction and pending the results of background investigations, a temporary license for ninety days may be issued. The temporary license may be extended by the director for an additional ninety days if the director determines there is not sufficient time to complete the background investigation or obtain reviews of fingerprints from appropriate agencies. A temporary license shall be surrendered immediately upon order of the director.
- An applicant who files a false affidavit shall be denied a license. When the director determines a false .198102.4

affidavit has been filed, the director shall refer the matter to the attorney general or district attorney for prosecution of perjury.

- E. If an applicant is not a resident of New Mexico, fingerprints may be taken under supervision and certification of comparable officers in the state of residence of the applicant.
- F. Before issuing a license, the department shall hold a public hearing within thirty days after receipt of the application pursuant to Subsection K of this section.
- G. An application for transfer of ownership shall be filed with the department no later than thirty days after the date a person acquired an ownership interest in a license. It shall contain the actual date of sale of the license and shall be accompanied by a sworn affidavit from the owner of record of the license agreeing to the sale of the license to the applicant as well as attesting to the accuracy of the information required by this section to be filed with the department. A license shall not be transferred unless it will be placed into operation in an actual location within one hundred twenty days of issuance of the license, unless for good cause shown the director grants an additional extension for a length of time determined by the director.
- H. Whenever it appears to the director that there will be more applications for new licenses than the available .198102.4

number of new licenses during any time period, a random selection method for the qualification, approval and issuance of new licenses shall be provided by the director. The random selection method shall allow each applicant an equal opportunity to obtain an available license, provided that all dispenser's and retailer's licenses issued in a calendar year shall be issued to residents of the state. For the purposes of random selection, the director shall also set a reasonable deadline by which applications for the available licenses shall be filed. A person shall not file more than one application for each available license and no more than three applications per calendar year.

I. After the deadline set in accordance with

I. After the deadline set in accordance with Subsection H of this section, no more than ten applications per available license shall be selected at random for priority of qualification and approval. Within thirty days after the random selection for the ten priority positions for each license, a hearing pursuant to Subsection K of this section shall be held to determine the qualifications of the applicant having the highest priority for each available license. If necessary, such a hearing shall be held on each selected application by priority until a qualified applicant for each available license is approved. Further random selections for priority positions shall also be held pursuant to this section as necessary.

- J. All applications submitted for a license shall expire upon the director's final approval of a qualified applicant for that available license.
- K. The director shall notify the applicant by certified mail of the date, time and place of the hearing. The hearing shall be held in Santa Fe. The director may designate a hearing officer to take evidence at the hearing. The director or the hearing officer shall have the power to administer oaths.
- L. In determining whether a license shall be issued, the director shall take into consideration all requirements of the Liquor Control Act. In the issuance of a license, the director shall specifically consider the nature and number of prior violations of the Liquor Control Act by the applicant or of any citations issued within the prior five years against a license held by the applicant or in which the applicant had an ownership interest required to be disclosed under the Liquor Control Act. The director shall disapprove the issuance or give preliminary approval of the issuance of the license based upon a review of all documentation submitted and any investigation deemed necessary by the director.
- M. Before a new license is issued for a location, the director shall cause a notice of the application for the license to be posted conspicuously, on a sign not smaller than thirty inches by forty inches, on the outside of the front wall .198102.4

or front entrance of the immediate premises for which the license is sought or, if no building or improvements exist on the premises, the notice shall be posted at the front entrance of the immediate premises for which the license is sought, on a billboard not smaller than five feet by five feet. The contents of the notice shall be in the form prescribed by the department, and such posting shall be over a continuous period of twenty days prior to preliminary approval of the license. The director shall prescribe the manner in which the posting may be accomplished by the licensee, the licensee's representative or the director's designee.

- N. A license shall not be issued until the posting requirements of Subsection M of this section have been met.
- O. All costs of publication and posting shall be paid by the applicant.
- P. It is unlawful for a person to remove or deface a notice posted in accordance with this section. A person convicted of a violation of this subsection shall be punished by a fine of not more than three hundred dollars (\$300) or by imprisonment in the county jail for not more than one hundred twenty days or by both.
- Q. A person aggrieved by a decision made by the director as to the approval or disapproval of the issuance of a license may appeal to the district court pursuant to the provisions of Section 39-3-1.1 NMSA 1978. If the disapproval .198102.4

is based upon local option district disapproval pursuant to [Subsection H of] Section 60-6B-4 NMSA 1978, the local option district shall be a necessary party to an appeal. The decision of the director shall continue in force, pending a reversal or modification by the district court, unless otherwise ordered by the court."

SECTION 8. Section 60-6B-4 NMSA 1978 (being Laws 1981, Chapter 39, Section 40) is amended to read:

"60-6B-4. ISSUANCE OR TRANSFER OF LICENSE--APPROVAL OF
APPROPRIATE GOVERNING BODY.--

A. Prior to the approval of the issuance of a new license, and prior to the approval of [any] a transfer [permitted] provided for by Section [39 or 113 of the Liquor Control Act] 60-6B-3 or 60-6B-12 NMSA 1978, the director shall notify the governing body of [his] the director's preliminary approval of the issuance or transfer of the license. Notice to the governing body shall be by certified mail.

- B. A governing body [which] that has received a notice of preliminary approval of the issuance or transfer of a license from the department may approve or disapprove the issuance or transfer of the license in accordance with the provisions of this section.
- C. Within forty-five days after receipt of a notice of preliminary approval from the department, the governing body shall hold a public hearing on the question of whether the .198102.4

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department should approve the proposed issuance or transfer.

- D. Notice of the public hearing required by Subsection C of this section shall be given by the governing body by:
- (1) publishing a notice of the date, time and place of the hearing at least once a week for two consecutive weeks in a newspaper of general circulation within the territorial limits of the governing body. The notice shall set forth:
 - (a) the name and address of the

licensee;

- (b) the action proposed to be taken by the department;
- (c) the location of the licensee's premises; and
- (d) such other information as may be required by the department; and
- (2) sending a notice by certified mail to the applicant of the date, time and place of the public hearing.
- E. The governing body may designate a hearing officer to conduct the hearing. A record shall be made of the hearing.
- F. The governing body may disapprove the issuance or transfer of the license if:
- (1) the proposed location is within an area

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where the sale of alcoholic beverages is prohibited by the laws of New Mexico;

- (2) the issuance or transfer would be in violation of a zoning or other ordinance of the governing body; or
- (3) the issuance or transfer would be detrimental to the public health, safety or morals of the residents of the local option district.
- G. A governing body's decision to disapprove the issuance or transfer of a license shall be deemed to be supported by substantial evidence of detrimental effect on the public health, safety or morals of the residents of the local option district if the local option district has been identified as a tier three investment zone by the interagency behavioral health purchasing collaborative.
- [G.] H. Within thirty days after the public hearing, the governing body shall notify the department as to whether the governing body has approved or disapproved the proposed issuance or transfer of the license. If the governing body fails to either approve or disapprove the issuance or transfer of the license within thirty days after the public hearing, the director may give final approval to the issuance or transfer of the license.
- [H.] I. If the governing body disapproves the issuance or transfer of the license, it shall notify the .198102.4

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department within the time required by Subsection [6] H of this section setting forth the reasons for the disapproval. A copy of the minutes of the public hearing shall be submitted to the department by the governing body with the notice of disapproval. If the governing body disapproves of the issuance or transfer of the license, the director shall disapprove the issuance or transfer of the license. $[\frac{1}{1}]$ If the governing body approves the issuance issuance or transfer of the license."

or transfer of the license, it shall notify the department within the time required by Subsection [6] H of this section of its approval. If the governing body approves of the issuance or transfer of the license, the director shall approve the

SECTION 9. Section 60-7A-1 NMSA 1978 (being Laws 1981. Chapter 39, Section 47, as amended) is amended to read:

"60-7A-1. HOURS AND DAYS OF BUSINESS--SUNDAY SALES--CHRISTMAS DAY SALES -- SUNDAY SALES FOR CONSUMPTION OFF THE LICENSED PREMISES -- ELECTIONS . --

Provided that nothing in this section shall prohibit the consumption at any time of alcoholic beverages in guest rooms of hotels, alcoholic beverages shall be sold, served and consumed on licensed premises only during the hours designated by the governing body of a local option district pursuant to Section 2 of this 2015 act, or during the following hours and days:

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(1)	on	Mondays	from	7:00	a.m.	until	midnight
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- (2) on Tuesdays through Saturdays from after midnight of the previous day until 2:00 a.m., then from 7:00 a.m. until midnight, except as provided in Subsections D and F of this section; and
- (3) on Sundays only after midnight of the previous day until 2:00 a.m., except as provided in Subsections C and E of this section and Section 60-7A-2 NMSA 1978.
- B. Alcoholic beverages shall be sold by a dispenser or a retailer in unbroken packages, for consumption off the licensed premises and not for resale:
- (1) during the hours designated by the governing body of a local option district pursuant to Section 2 of this 2015 act; or
- (2) on Mondays through Saturdays from 7:00 a.m. until midnight, except as provided in Subsections D and F of this section.
- C. A dispenser, restaurant licensee or club may, upon payment of an additional fee of one hundred dollars (\$100), obtain a permit to sell, serve or permit the consumption of alcoholic beverages by the drink on the licensed premises on Sundays, subject to approval obtained pursuant to the process set forth in Subsection E of this section.

 Alcoholic beverages may be sold, served and consumed:
 - (1) during the hours designated by the

governing body of a local option district pursuant to Section 2 of this 2015 act; or

(2) from 11:00 a.m. until midnight as set forth in the licensee's Sunday sales permit, except as otherwise provided for a restaurant licensee in Section 60-6A-4 NMSA 1978. The Sunday sales permit shall expire on June 30 of each year and may be renewed from year to year upon application for renewal and payment of the required fee. The permit fee shall not be prorated. Sales made pursuant to this subsection or Subsection G of this section shall be called "Sunday sales".

D. Retailers, dispensers, canopy licensees that were replaced by dispenser's licensees pursuant to Section 60-6B-16 NMSA 1978, restaurant licensees, club licensees and governmental licensees or their lessees shall not sell, serve, deliver or allow the consumption of alcoholic beverages on the licensed premises:

(1) during the hours designated by the governing body of a local option district pursuant to Section 2 of this 2015 act; or

(2) from 2:00 a.m. on Christmas day until 7:00 a.m. on the day after Christmas, except as permitted pursuant to Subsection F of this section.

E. Sunday sales pursuant to the provisions of Subsection C of this section are permitted in a local option district that voted to permit them. If in that election a .198102.4

majority of the voters in a local option district voted "no" on the question "Shall Sunday sales of alcoholic beverages by the drink for consumption on the licensed premises of licensees be allowed in this local option district?", Sunday sales are unlawful in that local option district upon certification of the election returns unless the provisions of Subsection J of this section apply. The question shall not again be placed on the ballot in that local option district until:

- (1) at least one year has passed; and
- governing body bearing the signatures of registered qualified electors of the local option district equal in number to ten percent of the number of votes cast and counted in the local option district for governor in the last preceding general election in which a governor was elected. The signatures on the petition shall be verified by the clerk of the county in which the local option district is situated.
- F. On and after July 1, 2002, dispensers, canopy licensees that were replaced by dispenser's licensees pursuant to Section 60-6B-16 NMSA 1978, restaurant licensees, club licensees and governmental licensees or lessees of these licensees, provided that the licensees have current, valid food service establishment permits, may sell, serve or allow the consumption of alcoholic beverages by the drink on licensed premises:

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(1) during the hours designated by the governing body of a local option district pursuant to Section 2 of this 2015 act; or

from noon until 10:00 p.m. on Christmas (2) day, except in a local option district in which, pursuant to petition and election under this subsection, a majority of the voters voting on the question votes against continuing such sales or consumption on Christmas day. An election shall be held on the question of whether to continue to allow the sale, service or consumption of alcoholic beverages by the drink on licensed premises from noon until 10:00 p.m. on Christmas day in a local option district, if a petition requesting the governing body of that district to call the election is signed by at least ten percent of the registered voters of the district and is filed with the clerk of the governing body of the district. Upon verification by the clerk that the petition contains the required number of signatures of registered voters, the governing body shall adopt a resolution calling an election on the question of allowing the sale, service or consumption of alcoholic beverages by the drink on licensed premises from noon until 10:00 p.m. on Christmas day. election shall be held within sixty days after the date the petition is verified, or it may be held in conjunction with a regular election of the governing body if that election occurs within sixty days of such verification. The election shall be

called, conducted, counted and canvassed in substantially the same manner as provided for general elections in the county under the Election Code or for special municipal elections in a municipality under the Municipal Election Code. If a majority of the voters voting on the question votes against continuing the sale, service or consumption of alcoholic beverages by the drink on licensed premises from noon until 10:00 p.m. on Christmas day, then such sales and consumption shall be prohibited. If a majority of the voters voting on the question votes to allow continued sale, service and consumption of alcoholic beverages by the drink on licensed premises from noon until 10:00 p.m. on Christmas day, then such sales and consumption shall be allowed to continue. The question then shall not be submitted again to the voters within two years of the date of the last election on the question.

G. Notwithstanding the provisions of Subsection E of this section, any Indian nation, tribe or pueblo whose lands are wholly situated within the state that has, by statute, ordinance or resolution, elected to permit the sale, possession or consumption of alcoholic beverages on lands within the territorial boundaries of the Indian nation, tribe or pueblo may, by statute, ordinance or resolution of the governing body of the Indian nation, tribe or pueblo, permit Sunday sales by the drink on the licensed premises of licensees on lands within the territorial boundaries of the Indian nation, tribe or

pueblo; provided that a certified copy of such enactment is filed with the office of the director and with the secretary of state.

H. Subject to the provisions of Subsection I of this section, a dispenser or retailer, upon payment of an additional fee of one hundred dollars (\$100), may obtain a permit to sell alcoholic beverages in unbroken packages for consumption off the licensed premises on Sundays:

(1) during the hours designated by the governing body of a local option district pursuant to Section 2 of this 2015 act; or

(2) from noon until midnight, and in those years when December 31 falls on a Sunday, from noon on December 31 until 2:00 a.m. of the following day. The permit shall expire on June 30 of each year and may be renewed from year to year upon application for renewal and payment of the required fee. The permit fee shall not be prorated. Sales made pursuant to the provisions of this subsection shall be called "Sunday package sales".

I. If a petition requesting the governing body of a local option district to call an election on the question of continuing to allow sales of alcoholic beverages in unbroken packages for consumption off the licensed premises on Sundays is filed with the clerk of the governing body and that petition is signed by at least ten percent of the number of registered

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voters of the local option district and the clerk of the governing body verifies the petition signatures, the governing body shall adopt a resolution calling an election on the The election shall be held within sixty days of the date that the petition is verified, or it may be held in conjunction with a regular election of the governing body, if the regular election occurs within sixty days of the petition verification. The election shall be called, conducted, counted and canvassed substantially in the manner provided by law for general elections within a county or for special municipal elections within a municipality. If a majority of the voters of the local option district voting in the election votes to allow the sale of alcoholic beverages in unbroken packages for consumption off the licensed premises, then those sales shall continue to be allowed. If a majority of the voters of the local option district voting in the election votes not to allow the Sunday package sales, then those Sunday package sales shall be prohibited commencing the first Sunday after the results of the election are certified. Following the election, the question of allowing the Sunday package sales shall not be submitted again to the voters within two years of the date of the last election on the question.

J. Sunday sales of alcoholic beverages shall be permitted at resorts and at horse racetracks statewide pursuant to the provisions of Section 60-7A-2 NMSA 1978."

SECTION 10. APPROPRIATION.--One million dollars

(\$1,000,000) is appropriated from the general fund to the department of health for expenditure in fiscal year 2016 to fund the creation and prioritization of investment zones statewide pursuant to Section 1 of this act for behavioral health service delivery through the interagency behavioral health purchasing collaborative. Any unexpended or unencumbered balance remaining at the end of fiscal year 2016 shall revert to the general fund.

SECTION 11. REPEAL.--Laws 2001, Chapter 248, Section 2 is repealed.

SECTION 12. EFFECTIVE DATE. -- The effective date of the provisions of this act is July 1, 2015.

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MEMORANDUM

TO:

Honorable Jonathan L. Hale

Navajo Nation Council Delegate

FROM:

Carolyn R. West, Attorney
Office of Legislative Counsel

DATE:

January 14, 2015

SUBJECT:

OLC Service Request No. 15-139-1: An Action Relating to Naabik'íyáti'

Committee; Respectfully requesting the State of New Mexico to Consider

Amendments and an Appropriation in New Mexico House Bill 108, Introduced by

Patricia A. Lunstrom

As requested, I prepared the above-reference proposed resolution and associated legislative summary sheet. Based on existing law and review of documents submitted, the resolution drafted is legally sufficient. However, as with all legislation, the proposed resolution is subject to review by the courts in the event of challenge. You are encouraged to review the proposed resolution to ensure this is drafted to your satisfaction.

If you are satisfied with the proposed resolution, please sign as "Primary Sponsor" and submit to the Office of Legislative Services where the proposed resolution will be given a tracking number and sent to the Office of the Speaker for assignment.

If the proposed legislation is unacceptable to you, please contact me at the Office of Legislative Counsel and advise me of the changes you would like to make.



January 15, 2015

MEMORANDUM

TO

Honorable Members

Naabik'iyati' Committee

FROM

Hon. Kee Allen Begay, Speaker Pro Tem

22nd Navajo Nation Council

SUBJECT

ASSIGNMENT OF LEGISLATION

Pursuant to 2 N.N.C § 164 (A)(4), this memorandum serves to inform and advise you that I assign the following legislation to the Naabik'iyati' Committee;

Legislation No. 0006-15

RELATING TO NAA'BIK'IYATI' COMMITTEE; RESPECTFULLY REQUESTING THE STATE OF NEW MEXICO TO CONSIDER AMENDMENTS AND AN APPROPRIATION IN NEW MEXICO HOUSE BILL 108, INTRODUCED BY PATRICIA A. LUNSTROM.

As the Committee assigned to consider the legislation, Legislation No. 0006-15 must be placed on the Naabik'iyati' Committee's agenda at the next regular meeting for final consideration.

ATTACHMENT: Legislation No. 0006-15

xc:

Ilon. Ben Shelly, President
The Navajo Nation
Harrison Tsosie, Attorney General
Mark Grant, Controller
Dominic Beyal, Executive Director, OMB

Honorable Jonathan L. Hale, Council Delegate (Prime Sponsor)

THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW PUBLICATION



LEGISLATION NO: 0006-15 SPONSOR: Jonathan L. Hale

TITLE: An Action Relating To NAABIK' IYATI' Committee; Respectfully Requesting The State Of New Mexico To Consider Amendments And An Appropriation In New Mexico House Bill 108, Introduced By Patricia A. Lunstrom

Date posted: January 16, 2015 at 9:45AM

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.

Please note: This digital copy is being provided for the benefit of the Navajo Nation chapters and public use. Any political use is prohibited. All written comments received become the property of the Navajo Nation and will be forwarded to the assigned Navajo Nation Council standing committee(s) and/or the Navajo Nation Council for review. Any tampering with public records are punishable by Navajo Nation law pursuant to 17 N.N.C. §374 et. seq.

THE NAVAJO NATION LEGISLATIVE BRANCH INTERNET PUBLIC REVIEW SUMMARY

LEGISLATION NO.: 0006-15

SPONSOR: Honorable Jonathan L. Hale

TITLE: Relating To NAABIK' IYATI' Committee; Respectfully Requesting The State Of New Mexico To Consider Amendments And An Appropriation In New Mexico House Bill 108, Introduced By Patricia A. Lunstrom

Posted: January 16, 2015 at 9:45AM

5 DAY Comment Period Ended: January 21, 2015

Digital Comments received: No comments were received

Policy Analyst

Office of Legislative Services

1/22/15 9:2/am Date/Time