

2004-2005



NMML BY-LAWS

**Adopted By:
NMML Membership
September 2, 2004
Tucumcari, NM**

BY-LAWS OF THE NEW MEXICO MUNICIPAL LEAGUE

ARTICLE I - NAME AND PURPOSE

SECTION 1. Name: The name of this Association shall be the New Mexico Municipal League, Incorporated.

SECTION 2. Purpose: The New Mexico Municipal League is an association of incorporated municipalities organized for the purpose of solving mutual problems and making recommendations to the state legislature and to Congress; promoting improvement and efficiency in municipal government and in the administration of municipal affairs; fostering Conventions and seminars on the management and conduct of municipal government; establishing a central office of information and research for the practical study of matters pertaining to municipal government; stimulating greater interest and more active civic consciousness among people as to the importance and significance of matters relating to municipal government and its administration; representing participating municipalities upon the request of their governing bodies and with the approval of the Board of Directors in matters affecting municipal governments of New Mexico.

ARTICLE II – MEMBERSHIP

SECTION 1. Eligibility: All incorporated municipalities, consolidated local governments and other statutorily created urban forms of general purpose local government of the State of New Mexico shall be eligible for membership. The Board of Directors shall have the power and authority to approve other classifications of membership and to establish their dues schedule. For the purposes of these by-laws the term "municipality" means, an incorporated municipality, a consolidated local government or other statutorily created urban forms of general purpose local government.

SECTION 2. Procedure: Each municipality desiring membership after the adoption of these By-Laws may apply by forwarding to the Executive Director a resolution, motion, or letter agreed to by the governing body. The Board of Directors, or Executive Committee if so designated, or the Executive Director shall act upon any application for membership.

SECTION 3. Member in Good Standing: For the purposes of these By-Laws a member in good standing is defined as one which has acted in accordance with Article IX, Section 1, of these By-Laws.

SECTION 4. Withdrawal: A member municipality wishing to withdraw from the League may do so by forwarding to the Executive Director a letter stating that it is withdrawing from the League. Membership of the municipality shall cease upon receipt of the withdrawal letter. The municipality shall continue to be liable for all unpaid dues including dues for the full year in which the withdrawal takes place.

SECTION 5. Suspension: A member municipality may be suspended for non-payment of dues by action of the Board of Directors. The suspended municipality shall continue to be liable for all unpaid dues including dues for the full year in which the suspension takes place.

SECTION 6. Reinstatement: In the event any municipality desires to be reinstated as a member of the League, it may apply to the Board of Directors for reinstatement. The Board of Directors shall then act on the application and may require the applicant municipality to pay any arrearages in dues for the year in which the city was suspended for nonpayment of dues, or which said municipality owed at the time of its formal withdrawal as stated in Section 4.

SECTION 7. Voting Rights: The right of members to vote is limited to the annual election of directors and officers of the League and to the matters required by these By- Laws to be submitted to a vote of the members.

ARTICLE III – OFFICERS

SECTION 1. Enumeration, Qualification, and Duties: The officers of this League shall be a President, a President-Elect, a Vice-President, a Treasurer, and an Executive Secretary.

A. Each officer shall be an elected official of a member municipality in good standing with the exception of the office of Executive Secretary.

B. There shall be only one (1) officer from any one-member municipality.

C. The officers shall be elected each year at the regular annual Convention, except, however, that the office of Executive Secretary shall be assumed by the Executive Director of the League.

D. The officers shall assume office October 1st and serve until September 30th or until their respective successors are elected and take office.

SECTION 2. Executive Committee: The Executive Committee shall consist of the officers of the League, and the Immediate Past President. The Executive Committee shall perform all the duties and have all the powers of the Board of Directors when so designated by the Board. Meetings of the Executive Committee shall be held on call of the President or by the Executive Director upon written request of a majority of the Committee. A majority of the members of the Committee shall constitute a quorum for the purpose of transacting business. Upon any vote, a majority of the Committee present and voting shall prevail. For the purposes of this section a conference telephone call of a majority of the members of the Executive Committee shall be considered a valid meeting.

SECTION 3. President: The President shall preside at all meetings of the Municipal League, the Board of Directors, and the Executive Committee. The President shall appoint all committees except as otherwise herein provided. The President shall have other duties as are incumbent upon the office.

SECTION 4. President-Elect: The President-Elect shall perform all the duties and have all of the powers of the President in case of the absence of the President from meetings or inability of the President to perform the duties of the office. The President-Elect shall assume the duties of the President if the office of President is vacant.

SECTION 5. Vice President: In absence of the President and the President-Elect, the Vice-President shall perform all the duties and have all the powers of the President.

SECTION 6. Treasurer: The Treasurer shall see that all membership dues are paid and shall account for all money collected and spent on behalf of the League. The Treasurer shall render a statement of the League's receipts, expenditures and financial position at each meeting of the Board of Directors, at the annual Convention and at any other time which the Board of Directors may require.

SECTION 7. Executive Secretary: The Executive Secretary shall perform all of the duties and have all the powers as are incumbent upon the office. The Executive Director shall be the Executive Secretary of the Board and shall not be entitled to vote on any matters before the Board.

SECTION 8. Disqualification: If an officer ceases to be a municipal official before his or her term of office in the League expires, or in the event a member municipality by whom the officer is employed withdraws or is suspended from the League, the office held by such officer shall be deemed vacated.

SECTION 9. Filling of Vacancies: If the office of President is vacant, the President-Elect shall assume the duties of President. If the offices of President and President-Elect become vacant, the Vice-President shall assume the duties of President for the unexpired term. If the offices of President, President-Elect and Vice-President become vacant, the Treasurer shall assume the duties of President for the unexpired term. If neither the President nor the President-Elect nor the Vice-President nor the Treasurer is able to perform the duties of the President, the Board of Directors shall elect one of its members to perform the duties of President for the unexpired term and shall appoint eligible municipal officials to perform the duties of Vice-President and Treasurer for the unexpired term.

SECTION 10. Succession of Office: The President-Elect shall automatically assume the office of President on October 1 for the ensuing year.

ARTICLE IV – BOARD OF DIRECTORS

SECTION 1. Officers and Directors: The Board of Directors shall have general supervision of the affairs of the League, including, but not limited to, the establishment of standing committees; the approval of the League's annual budget; and the purchase, sale and mortgaging of the League property. The Board of Directors shall have the right to vote on all matters coming before the Board except as otherwise provided in these By- Laws.

A. **Composition of the Board of Directors:** The Board of Directors shall consist of:

1. the President, President-Elect, Vice President, Immediate Past President, Treasurer;
2. Past Presidents who shall serve on the Board of Directors for four years after their term as Immediate Past President has expired;
3. one director selected by the City of Albuquerque;
4. six (6) Directors-at-Large elected by the delegates assembled at an annual Convention;
5. one (1) Director elected by each of the eight (8) Districts of the League;
6. the Presidents of the New Mexico City Management Association, the New Mexico Municipal Clerks' and Finance Officers' Association, the New Mexico Association of Chiefs' of Police, and the New Mexico Municipal Judges' Association; and
7. the Chair of the New Mexico Self-Insurers' Fund.

B. **Limitation:** There shall be only one (1) Director from any one (1) member municipality. For the purpose of this limitation the term Director does not include Officers of the League, Chair of the New Mexico Self-Insurer's Fund, Past Presidents of the League, or the Presidents of the New Mexico City Management Association, the New Mexico Municipal Clerks' and Finance Officers' Association, the New Mexico Association of Chiefs' of Police or the New Mexico Municipal Judges' Association. No other subsections shall be directly represented on the League Board of Directors. No person can hold more than one position on the Board.

C. Term of Office: The District Directors shall be elected for staggered two-year (2) terms and shall hold office from May 1 immediately following election through April 30 of the second succeeding year or until their respective successors are elected or appointed and take office. Directors of odd-numbered districts shall be elected and take office in odd-numbered years and directors of even-numbered districts shall be elected in even-numbered years.

1. Directors-at-Large shall be elected for two-year (2) terms with three (3) Directors-at-Large to be elected at each annual Convention, and hold their office from October 1 - September 30, or until their respective successors have been elected and take office.

2. The Director selected by Albuquerque shall hold office at the pleasure of the Mayor and Council of the City of Albuquerque.

3. The Presidents of the New Mexico City Management Association, the New Mexico Municipal Clerks' and Finance Officers' Association, the New Mexico Association of Chiefs' of Police, and the New Mexico Municipal Judges' Association shall each serve for one year beginning at the time each person takes office as President of the Association and ending when the President's successor has been elected and takes office as President of the Association.

4. Past Presidents shall begin their term when their term as Immediate Past President ends and shall serve on the Board of Directors for four (4) consecutive years.

D. Board Membership: Each member of the Board shall be an elected official of a member municipality in good standing. However, District Directors and Presidents of the Associations entitled to representation on the Board of Directors may be elected or appointed officials of member municipalities in good standing.

SECTION 2. Meeting: The Board of Directors shall meet as soon as possible after October 1 and as often thereafter as the President may direct. Meetings of the Board may also be called by the Executive Director or by the Executive Director upon the written request of a majority of the Board.

SECTION 3. Quorum and Voting: A majority of all members of the Board of Directors shall constitute a quorum for the purpose of transacting business. Upon any vote, a majority of the Board of Directors present and voting shall prevail.

SECTION 4. Disqualification: If a Director ceases to be a municipal official before his or her term as Director in the League expires, or in the event the member withdraws or is suspended from the League, such directorship shall be deemed vacated. If a member of the Board fails to attend two (2) consecutive meetings without a valid reason, the Board of Directors may declare a vacancy.

SECTION 5. Filling of Vacancies: The Executive Committee shall appoint an eligible municipal official to any vacancy on the Board except:

A. when the vacancy is created by the Board member from Albuquerque, in which case the vacancy shall be filled by their Mayor and Council;

B. when the vacancy is created by a Director who is serving as Past President in which case such Director's position shall cease to exist;

C. when the vacancy is created by a Director who is the President of a Subsection represented on the Board in which case the members of the Subsection shall fill the vacancy according to their established procedures;

D. when the vacancy is created by a Director who is the Chair of the New Mexico Self-Insurers' Fund represented on the League Board in which case the members of the Fund Board shall fill the vacancy according to their established procedures.

The vacancy of a District Director shall be filled by the Alternate Director. The vacancy of an Alternate Director shall be filled by a representative of a member municipality within the District where the vacancy occurs by appointment of the Executive Committee. If both offices, District Director and Alternate Director, become vacant, the Executive Committee shall appoint a District Director and Alternate Director from a member municipality within the district where the vacancy occurs.

A member appointed to fill a vacancy of an At-Large Director or a District Director on the Board of Directors shall hold office until the next Annual or District meeting. At that time a Director will be elected to serve the unexpired term of office, if any remains.

SECTION 6. Emergency Powers: Whenever the Annual Meeting of the League cannot be held due to the nation being engaged in war or other national emergencies or restrictions being placed on travel by any federal or state legislative body or agency, the governmental, legislative and all other powers, functions, rights and duties of the delegates in convention shall be exercised by the Board of Directors until such meeting can be held.

SECTION 7. Ex-Officio Members: With the exception of the Presidents of the New Mexico City Management Association, the New Mexico Municipal Clerks' and Finance Officers' Association, the New Mexico Association of Chiefs' of Police, and the New Mexico Municipal Judges' Association, the Presidents of the various subsections of the Municipal League shall be ex-officio, non-voting members of the Board of Directors.

ARTICLE V – EXECUTIVE DIRECTOR

SECTION 1. The office of the Executive Director shall be a paid full-time position. The Executive Director's salary shall be fixed by the Board of Directors or by the Executive Committee when so designated by the Board of Directors. The Executive Director shall continue in said office thereafter year to year at the pleasure of the Board of Directors. The duties of the Executive Director shall be prescribed by the Board of Directors.

ARTICLE VI - DISTRICTS

SECTION 1. Purposes and Assignment: The municipalities making up the membership of the League shall, for the purpose of assisting the League in carrying out its purposes and policies, be assigned by the Board of Directors to eight (8) geographical areas to be determined by the Board.

SECTION 2. Meetings: Each District shall meet at least once a year; and as often thereafter as the District Director may direct. Meetings of the District may also be called by the President or the Executive Director. At any meeting of a District, each member municipality in good standing under Article IX, Section 1 of these By-Laws, shall be entitled to representation by any elective or appointive officer or officers as the governing body of such municipality may designate. Voting at such meetings shall be in accordance with the provisions of Article VIII, Section 5, of these By-Laws.

SECTION 3. District Officers: Each District prior to May 1 shall elect its representative to the Board of Directors for the District as set out in Article IV Section 1 (b). It shall also elect an alternate representative to the Board of Directors who shall perform all the duties and have all the powers of the District representative to the Board in case of absence of such District representative from meetings of the Board of Directors. The District Director shall act as Chairman of the District. The Executive Director of the League or his designated representative shall serve as secretary for the District. Each District shall adopt any and all rules and regulations that they feel proper so long as they are not inconsistent with these By-Laws or the purposes and policies of the League.

ARTICLE VII – COMMITTEES

SECTION 1. Committees: The President shall appoint the following Standing Committees: (a) Credentials; (b) Budget.

Members of Standing Committees shall serve until the President appoints their successors. Members of temporary committees, including the Nominating Committee, shall serve until their duties are completed. The President shall appoint all committees except as otherwise provided. The President may appoint such other committees as deemed necessary and define their duties. The President may appoint committee chairs or may authorize the committees to elect a chair from among its members.

SECTION 2. Composition of Committees: No Standing Committee of the League shall have less than five (5) members and shall not have an even number of members.

SECTION 3. Budget Committee: The Budget Committee shall review the budget prepared by the Executive Director and submit for approval of the Board of Directors a budget appropriating such sums as may be proper within the purposes of the League, to be used throughout the ensuing year for the proper expenses of the League.

ARTICLE VIII – ANNUAL CONVENTION

SECTION 1. Annual Meeting: This League shall hold a meeting at least once each year, not later than the 1st day of October, to be held at such place and time as the Board of Directors shall establish.

SECTION 2. Convention Program: It shall be the duty of the Executive Director, with the approval of the League Board of Directors, to prepare a program for the business session and the convention, secure speakers, arrange topics for discussion and in all respects to work in close cooperation with the municipality in which the convention is being held, in order that a complete schedule for the business activities of the convention may be worked out.

SECTION 3. Parliamentary Authority: Robert's Rules of Order Revised shall govern and control the actions and deliberations of the League assembled in convention. The President shall appoint a parliamentarian to assist the Presiding Officer at the Annual Business Meeting.

SECTION 4. Representation: Each member municipality shall be entitled to representation at the Annual Convention by its elected and appointed officers and employees. The governing body of each member municipality shall appoint a delegate to vote at the Annual Business Meeting. In the event that a member municipality shall fail to appoint a delegate, such matter shall be referred to the Credentials Committee for its determination.

SECTION 5. Quorum: The presence of the appointed delegates representing a majority of the member municipalities in good standing registered at the Annual Convention shall constitute a quorum.

SECTION 6. Voting: Each member municipality in good standing, registered and attending the Annual Convention shall be entitled to one vote by its delegate appointed by its governing body or certified by the Credentials Committee. Where there is more than one nominee for office, the voting shall be only by written, printed or typed ballot. The candidate who receives a plurality of the votes cast for a designated office and term shall be elected to the office for the term designated. If more than one candidate is to be elected to an office, the candidates, in the number to be elected, receiving the largest pluralities shall be elected. All other voting shall be at the direction of the Chair; except that upon request of one-third (1/3) of the delegates present, a roll call shall be had upon any question. Upon any vote, a majority of the delegates present and voting shall prevail, except upon questions which require more than a majority vote under any provisions of these By-Laws.

SECTION 7. Filing of Vacancies Created by Election of Officers: Any vacancies created by election of Officers shall be filled by vote of the certified delegates at the Annual Convention.

SECTION 8. Convention Committees: The President shall at the appropriate time, appoint a Resolutions Committee, a Nominating Committee, a Credentials Committee, a Canvassing Committee, and such other committees being necessary to handle matters in connection with the Annual Convention.

A. Resolutions Committee: The Resolutions Committee shall be appointed prior to the convening of the Annual Convention. At least one member of the Committee shall be a municipal attorney. The Resolutions Committee shall meet on the opening day of the Convention and at such other times as determined by the Board of Directors to consider timely, submitted resolutions and changes to the Statement of Municipal Policy. A resolution shall not address more than one subject area. The term "timely submitted" shall designate those resolutions which have been submitted for the Committee's consideration at any time prior to the adjournment of the opening day meeting. Resolutions presented to the Resolutions Committee after adjournment of the opening day meeting and resolutions introduced from the floor shall be designated late resolutions.

The report of the Resolutions Committee shall be submitted to the Convention at the time called for in the Convention Program. Timely submitted resolutions and changes to the Statement of Municipal Policy which are favorably reported by the Resolutions Committee shall be adopted upon approval of a majority of the voting delegates present and voting. At the request of the sponsor of a timely submitted resolution or change to the Statement of Municipal Policy not favorably reported by the Resolutions Committee, such resolution or change shall be put to a vote and shall be adopted upon the approval of two-thirds (2/3) majority of the voting delegates present and voting. A late resolution shall be put to a vote, if such resolution is typed and sponsored by seven (7) certified delegates present and voting, and shall be adopted upon approval of a two-thirds (2/3) majority of the certified delegates present and voting.

B. Nominating Committee: In the absence of any declaration of candidacy for a particular office or directorship, the League President shall appoint a Nominating Committee not less than fifty-nine (59) days before the Annual Convention and written notice of such appointment shall be given to all member municipalities. The Nominating Committee shall consist of the President, who shall serve as chair, and two persons from each of the League Districts. No declared candidate for any office or for directorship shall be a member of the Nominating Committee.

C. Credentials Committee: The Credentials Committee shall have the power to determine the right of any municipality to be represented at the Annual Convention of the League, as well as the right or qualification of any person to act for or on behalf of a member municipality in good standing at such Convention.

D. Canvassing Committee: The President shall appoint a Canvassing Committee to oversee the counting of ballots in the event that there is more than one candidate for an office. The Canvassing Committee shall issue a report containing the votes received by each candidate. The results of the election shall be announced by the Presiding Officer to the voting delegates. The candidates or their representative shall have the right to observe the tallying of the votes.

SECTION 9. Elections – Officers and Board: Not less than ninety (90) days before the Annual Convention a written notice shall be sent to all member municipalities soliciting declarations of candidacy for any office or directorship to be filled.

A. Declaration of Candidacy: Any official of a member municipality in good standing may nominate any eligible official, or may declare his or her candidacy, for any office or directorship to be filled. A letter declaring candidacy for office or directorship must be received at the Municipal League Office not later than sixty (60) days before the Annual Convention. A report of the Declared Candidates shall be sent to all members within five (5) days after the deadline for submission of declarations.

B. Nominating Committee Meeting: When necessary, the Nominating Committee will meet not later than twenty-one (21) days prior to the Annual Convention to recommend a candidate for any undeclared office. The Nominating Committee Report shall be sent to all members within five (5) days after the finalization of the Committee Report.

C. Order of Elections: The candidates shall be considered in the following order:

1. President (if there is no President-Elect)
President-Elect
Vice President
Treasurer
2. Directors-at-Large
3. Unexpired at-Large Directorships, if any.

D. Nominations from the Floor: At the Annual Business Meeting nominations from the floor may be made by any certified voting delegate in attendance for any office or directorship to be filled.

ARTICLE IX – FINANCE

SECTION 1. Membership Dues: The annual membership dues of the New Mexico Municipal League, Inc. shall be determined by the Board of Directors provided that:

A. Dues for municipalities having over 100,000 population shall not exceed \$100,000 except as provided in Section 1 (c).

B. Dues for municipalities having less than 100,000 population shall not exceed \$75,000 except as provided in Section 1(c).

C. Dues may exceed the maximum provided in Section 1 (a) and 1 (b). However, such increases may not exceed 3% per year unless mutually agreed upon by the member city and the League.

D. Membership dues shall become due and payable on the first day of July and are delinquent on August 15. Member municipalities having a dues assessment in excess of the authorized highest minimum dues may elect to pay dues in two equal installments, one in July and one no later than January 1st of each year. Failure to pay at least one-half (1/2) of said dues by August 15 and the balance on January 1st of each year may result in a suspension of the privileges of membership until said dues are paid.

E. Dues for newly incorporated municipalities joining the League for the first time shall be based on a population factor and pro-rated for service months remaining in the League fiscal year in which the municipality was incorporated. Such factor will continue to be used until adequate financial data is available for dues calculation.

SECTION 2. Budget: The Executive Director shall prepare a detailed budget setting forth the estimated revenues and disbursements for each year which shall be submitted to the Budget Committee for review and recommendation prior to submission to the Board of Directors for final approval.

SECTION 3. Limitations and Expenditures: Expenditures shall not be incurred in excess of actual funds available or as authorized by the Board of Directors.

SECTION 4. Audit: The Board of Directors shall, annually, employ a Certified Public Accountant to audit the Municipal League's financial records and to prepare a report for submission at the Annual Convention.

SECTION 5. Bonds: The Treasurer, Executive Director, and all other positions designated by the Executive Committee shall post surety bonds at League expense.

ARTICLE X – INDEMNIFICATION

SECTION 1. Right to Indemnification: Each person who was or is made a party or is threatened to be made a party to or is involved in any pending or threatened action, suit or proceeding, whether civil, criminal, administrative or investigative (hereinafter, a "proceeding"), by reason of the fact that he or she, or a person of whom he or she is the legal representative, is or was a director or officer of the League or while a director of the League is or was serving at the request of the League as a director, officer, partner, trustee, employee or agent of another corporation or of a partnership, joint venture, trust or other incorporated or unincorporated enterprise, including service with respect to employee benefit plans or trusts, whether the basis of such proceeding is alleged action or inaction in an official capacity as a director, officer, partner, trustee, employee or agent or in any other capacity while serving as a director, officer, partner, trustee, employee or agent shall be indemnified and held harmless by the League to the fullest extent authorized by the New Mexico Nonprofit Corporation Act as the same exists or may hereafter be amended (but, in the case of any such amendment, only to the extent that such amendment permits the League to provide broader indemnification rights than said law permitted the League to provide prior to such amendment), against all expense, liability and loss (including but not limited to attorneys' fees, judgments, fines, taxes or penalties and amounts paid or to be paid in settlement) reasonably incurred or suffered by such

person in connection therewith and such indemnification shall continue as to a person who has ceased to be a director or officer and shall inure to the benefit of his or her heirs, executors and administrators; provided, however, that, except as provided in this Article, the League shall indemnify any such person seeking indemnification in connection with a proceeding (or a part thereof) initiated by such person only if such proceeding (or part thereof) was authorized by the Board of Directors of the League. The right to indemnification conferred in this Article shall be a contract right and shall include the right to be paid by the League the expense incurred in defending any such proceeding in advance of its final disposition; provided, however, that, if the New Mexico Nonprofit Corporation Act requires, the payment of such expenses incurred by a director or officer in his or her capacity as a director or officer of the League (and not in any other capacity in which service was or is rendered by such person while a director or officer, including, without limitation, service to employee benefit plans or trusts) in advance of the final disposition of a proceeding, shall be made only upon delivery to the League of an undertaking, by or on behalf of such director or officer, to repay all amounts so advanced if it shall ultimately be determined that such director or officer is not entitled to be indemnified under this Article or otherwise. The League may, by action of its Board, provide indemnification and advance expenses to employees and agents of the League and others permitted to be indemnified by the New Mexico Nonprofit Corporation Act with the same scope and effect as the foregoing indemnification and advancement of expenses of directors and officers.

SECTION 2. Right of Indemnee to Bring Suit: If a valid claim pursuant to subsection (a) of this Article is not paid in full by the League within ninety (90) days after a written claim has been received by the League, the claimant may at any time thereafter bring suit against the League to recover the unpaid amount of the claim, and if successful in whole or in part, the claimant shall be entitled to be reimbursed his or her reasonable costs and expenses, including attorneys' fees, of prosecuting such claim. It shall be a defense to any such action (other than an action brought to enforce a claim for expenses incurred in defending any proceeding in advance of its final disposition) where the required undertaking, if any is required, has been tendered to the League that the claimant has not met the standards of conduct which make it permissible under the New Mexico Nonprofit Corporation Act for the League to indemnify the claimant for the amount claimed, but the burden of proving such defense shall be on the League. Neither the failure of the League (including its Board, independent legal counsel, or its members) to have made a determination prior to the commencement of such action that indemnification of the claimant is proper in the circumstances because he or she has met the applicable standard of conduct set forth in the New Mexico Nonprofit Corporation Act, nor an actual determination by the League (including its Board, independent legal counsel, or its members) that the claimant has not met such applicable standard of conduct, shall be a defense to the action or create a presumption that the claimant has not met the applicable standard of conduct.

SECTION 3. Non-Exclusivity: The right to indemnification and the payment of expenses incurred in defending a proceeding in advance of its final disposition conferred in this Article shall not be exclusive of any other right which any person may have or hereafter acquired under any statute, provision of the League's Articles of Incorporation, By-Laws, agreement, vote of members or disinterested directors or otherwise.

SECTION 4. Insurance: The League may maintain insurance, at its expense, to protect itself and any director, officer, partner, trustee, employee or agent of the League or another corporation, partnership, joint venture, trust or other incorporated enterprise (including an employee benefit plan or trust) against any such expense, liability or loss, whether or not the League would have the power to indemnify such person against such expense, liability or loss under the New Mexico Nonprofit Corporation Act.

ARTICLE XI – AFFILIATIONS AND SUBSECTIONS

SECTION 1. Authority: The League may become affiliated with other organizations and may participate in Conventions as the Board of Directors may authorize.

SECTION 2. Representatives: In affiliating with, or participating in, such organizations or Conventions, the President, together with such other individuals as the Board of Directors may select shall be representatives of the League thereto.

SECTION 3. Subsections: The following associations are the only Subsections of the League: The New Mexico City Management Association, New Mexico Municipal Clerks' and Finance Officers' Association, New Mexico Association of Chiefs' of Police, New Mexico Municipal Judges' Association, New Mexico Governmental Finance Officers' Association, New Mexico Fire Chiefs' Association, New Mexico League of Zoning Officials, New Mexico Municipal Court Clerks' Association, New Mexico Municipal Attorneys' Association, New Mexico Risk Managers' and Safety Officers' Association, New Mexico Municipal Librarians' Association, New Mexico Municipal Public Works Association, New Mexico Environmental Quality Association, and the New Mexico Airport Managers' Association. No other Subsections shall be formed without the prior approval of the Subsection's by-laws and constitution by the League Board of Directors.

SECTION 4. Subsection Activities: No Subsection shall engage in any activity under the auspices of, or in association with, the New Mexico Municipal League without the prior approval of the League Board of Directors, the Executive Committee, or the Executive Director. A majority of the voting membership of any Subsection or Affiliate shall be officials or employees of a municipality.

SECTION 5. Conflict with League By-Laws or Resolutions: In the event that any Subsection's by-law, constitution, resolution or stated position or activity conflicts with any of the League's Articles of Incorporation, By-Laws, Resolutions, or stated position adopted by the Board of Directors or the League members, then the League's Articles of Incorporation, By-Laws, Resolutions, or stated position shall govern and be binding upon the Subsections and all affected Subsections shall take appropriate action including, but not limited to, amendments to the Subsection constitution by-laws, resolution, etc., in order to remove any conflict which exists.

SECTION 6. Legislation: Legislation desired by any Subsection shall be presented in accordance with existing procedures for inclusion in the Statement of Municipal Policy or as a Resolution. In the event that it is impossible for the matter to be raised through normal procedures, then the Subsection may request the Board of Directors to approve a resolution calling for legislation to be drafted and introduced.

ARTICLE XII – AMENDMENTS

SECTION 1. Any amendment to these By-Laws must be submitted to the Municipal League office no later than sixty (60) days prior to the Annual Convention.

SECTION 2. These By-Laws may be amended by a two-thirds ($\frac{2}{3}$) vote of member municipalities registered and voting at the Annual Convention.

ARTICLE XIII – DISSOLUTION

SECTION 1. Vote: If, at any regular or special meeting, three-fourths (3/4) of the member municipalities of the New Mexico Municipal League vote in favor of dissolution of the New Mexico Municipal League, the New Mexico Municipal League shall be dissolved within sixty (60) days of the date approving such action.

SECTION 2. Financial Statement: Immediately after a vote favoring dissolution the Board of Directors shall proceed to settle any financial obligations pending against the New Mexico Municipal League and to dispose of all property held by the New Mexico Municipal League. Any funds remaining after all claims have been settled and all property disposed of shall be returned to each municipality in proportion to the membership dues which each municipality pays.

ARTICLE XIV – SEVERABILITY

SECTION 1. If any of the provisions of these By-Laws are held to be invalid, the remaining provisions thereof shall not be affected thereby, but shall remain in full force and effect.