Davidson	LFC Requester:	Davidson
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AGENCY BILL ANALYSIS - 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

<u>AgencyAnalysis.nmlegis.gov</u> and email to <u>billanalysis@dfa.nm.gov</u> (Analysis must be uploaded as a PDF)

Date Prepared:	02/05/2025	Check all	Check all that apply:		
Bill Number:	HB270		X Correc		
		Amendm	ent Substit	rute	
		Agency Name			
				ew Mexico Environment	
Sponsor: Armstrong, Martin	ez		Department 66		
		Person Writing	Michelle I	Miano	
Short				Michelle.Miano@e	
Title: Zero-Emission Ve	ehicle Rules	Phone: <u>505-479-2</u>	2596 Email: <u>n</u>	m.gov	
SECTION II: FISCAL IMP	PACT				
		ON (dollars in tho	ousands)		
Appropr	viation .		· · · · · · · · · · · · · · · · · · ·		
			curring	Fund Affected	
FY25	FY26	or Noi	nrecurring	Affecteu	

Estimated Revenue			Recurring	Fund
FY25	FY26	FY27	or Nonrecurring	Affected

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total		(260)	(300)	(560)	Recurring	Motor Vehicle Manufacturer's Regulatory Fee – Fund 70810

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: Duplicates/Relates to Appropriation in the General Appropriation Act

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis:

HB270 (Duplicate of 2025 SB139; related to 2025 SB131). Amends the Air Quality Control Act to provide that no provision of that act shall be interpreted to provide a regulatory agency that has assumed jurisdiction and enforcement of the act with the authority to adopt or continue in effect a rule that restricts, limits or prohibits delivery, use, lease, sale or purchase of a vehicle based on the energy source used to power it, including internal combustion engines; nor to establish a percentage of vehicles that must be delivered or sold based on their energy source..

FISCAL IMPLICATIONS

HB270 will eliminate recurring program funding to NMED by \$260,000 in FY26 and \$300,000 in FY27 by preventing fee recovery from the New Motor Vehicle Emissions Standards program passed by the Environmental Improvement Board.

SIGNIFICANT ISSUES

This bill contradicts federal law and may jeopardize federal funding.

PERFORMANCE IMPLICATIONS

HB270 will prevent the NMED's implementation of its New Motor Vehicle Emission Standards, which will in turn prevent the ability of NMED to achieve the air pollution reductions, climate benefits, and economic investments projected under the rule.

ADMINISTRATIVE IMPLICATIONS

HB270 will prevent NMED from implementing the New Motor Vehicle Emission Standards.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

SB131 also prohibits the adoption of certain rules relating to the production and delivery for sale of zero-emission vehicles as an amendment to the Environmental Improvement Act / Clean Transportation Fuel Standard authorization.

TECHNICAL ISSUES

N/A

OTHER SUBSTANTIVE ISSUES

N/A

ALTERNATIVES

N/A

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

NMED will continue to implement the state's New Motor Vehicle Emissions Standards as adopted by the EIB and achieve the projected reductions in air pollution while ensuring NMED meets its climate goals as outlined in Executive Order 2019-003 (Climate Change).

AMENDMENTS

N/A