

<b>LFC Requester:</b>	<b>Hilla</b>
-----------------------	--------------

**AGENCY BILL ANALYSIS - 2025 REGULAR SESSION**

**WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO**

**[AgencyAnalysis.nmlegis.gov](http://AgencyAnalysis.nmlegis.gov) and email to [billanalysis@dfa.nm.gov](mailto:billanalysis@dfa.nm.gov)**

*(Analysis must be uploaded as a PDF)*

**SECTION I: GENERAL INFORMATION**

*{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}*

**Date Prepared:** 2/26/25 *Check all that apply:*  
**Bill Number:** HB 554 Original  Correction   
 Amendment  Substitute

**Sponsor:** Romero **Agency Name and Code** Municipal League (ML)  
**Short Title:** Residential Home Building Authorization **Number:** \_\_\_\_\_  
**Person Writing** Jacob Rowberry **Phone:** 505-992-3538 **Email** jrowberry@nmml.org

**SECTION II: FISCAL IMPACT**

**APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		

(Parenthesis ( ) indicate expenditure decreases)

**REVENUE (dollars in thousands)**

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY25	FY26	FY27		

(Parenthesis ( ) indicate revenue decreases)

**ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)**

	FY25	FY26	FY27	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
<b>Total</b>		Minimal	Minimal	Minimal	Recurring	Municipalities

(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:

#### **FISCAL IMPLICATIONS**

The fiscal impact to municipalities would likely be minimal. Municipalities may incur some limited additional administrative and staff costs to administer the provisions of HB554.

Note: major assumptions underlying fiscal impact should be documented.

Note: if additional operating budget impact is estimated, assumptions and calculations should be reported in this section.

#### **SIGNIFICANT ISSUES**

House Bill 554 infringes on local planning and zoning authority. Planning and zoning decisions should remain at the local level given the significant differences in needs and local approaches across the state regarding community zoning composition.

Municipalities currently enact ordinances and have local planning and zoning boards to manage permitting processes and decisions. These decisions are most appropriately left to individual local governments. Local government oversight of zoning and permitting of accessory dwelling units and multifamily housing—in alignment with other zoning and permitting processes—is important to properly address and balance local community needs.

#### **PERFORMANCE IMPLICATIONS**

#### **ADMINISTRATIVE IMPLICATIONS**

#### **CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

#### **TECHNICAL ISSUES**

#### **OTHER SUBSTANTIVE ISSUES**

#### **ALTERNATIVES**

#### **WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

#### **AMENDMENTS**