

LFC Requester:	Davidson
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AGENCY BILL ANALYSIS - 2025 REGULAR SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO

AgencyAnalysis.nmlegis.gov and email to 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: 01/27/2025 *Check all that apply:*
Bill Number: SB131 Original Correction
 Amendment Substitute

Sponsor: Woods, Pettigrew, Muñoz **Agency Name and Code:** New Mexico Environment Department 667
Short Title: Zero-Emission Vehicle Rules **Number:** _____
Person Writing: Michelle Miano
Phone: 505-479-2596 **Email:** Michelle.miano@env.

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY25	FY26		
NA	NA	NA	NA

(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
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:

Senate Bill 131 (SB131) amends Section 74-1-18 NMSA 1978 of the Environmental Improvement Act (Clean Transportation Fuel Standard) to prohibit the Environmental Improvement Board (EIB) from adopting or continuing in effect a rule that requires a manufacturer to produce or deliver for sale a certain percentage of zero-emission vehicles for a model year to control motor vehicle emissions or for any other lawful purpose.

FISCAL IMPLICATIONS

SB131 will eliminate recurring program funding to NMED by \$260,000 in FY26 and \$300,000 in FY27 by eliminating the New Motor Vehicle Emissions Standards programs passed by the Environmental Improvement Board.

SIGNIFICANT ISSUES

SB131 amends the statutory provisions authorizing the Clean Transportation Fuel Standard under the Environmental Improvement Act to prevent the EIB from continuing the New Motor Vehicle Emissions Standards enacted under the Air Quality Control Act.

This bill contradicts federal law and may jeopardize federal funding.

PERFORMANCE IMPLICATIONS

SB131 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

SB131 will prevent NMED from implementing the New Motor Vehicle Emission Standards.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

SB139 also prohibits the adoption of certain rules relating to the production and delivery for the sale of zero-emission vehicles.

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