Fiscal impact reports (FIRs) are prepared by the Legislative Finance Committee (LFC) for standing finance committees of the NM Legislature. The LFC does not assume responsibility for the accuracy of these reports if they are used for other purposes.

Current FIRs (in HTML & Adobe PDF formats) are available on the NM Legislative Website (legis.state.nm.us). Adobe PDF versions include all attachments, whereas HTML versions may not. Previously issued FIRs and attachments may be obtained from the LFC in Suite 101 of the State Capitol Building North.

# FISCAL IMPACT REPORT

SPONSOR	King	<u>,</u>	ORIGINAL DATE LAST UPDATED	2/13/09 3/2/09	HB	499/aHCPAC/aHHGAC
SHORT TITL			Program State Vehicle U	Ise	SB	

ANALYST Archuleta

# ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY08	FY09	FY10	3 Year Total Cost	Recurring or Non-Rec	Fund Affected
Total		Unknown	Unknown	Unknown		

(Parenthesis () Indicate Expenditure Decreases)

# SOURCES OF INFORMATION

LFC Files

<u>Responses Received From</u> General Services Department (GSD) Governor's Commission on Disability (GCD) – No Response

## SUMMARY

## Synopsis of HHGAC Amendment

The Health and Government Affairs Committee amendment to the Consumer and Public Affairs Committee amendment to House Bill 499 makes an editorial correction and makes no substantive change to the bill.

## Synopsis of HCPAC Amendment

The Consumer and Public Affairs Committee amendment to House Bill 499 amends the description providing a change to remove the "Governor's Commission on Disability" and inserting the "state's" Adaptive driving program.

## Synopsis of Original Bill

House Bill 499 amends the State Transportation Act and Tort Claims Act to allow individuals enrolled in the Governor's Commission on Disability Adaptive Driving Program to use special-use state vehicles for evaluation and training purposes in that program. In addition, it provides for Tort Claims coverage for individuals participating in the governor's commission on disability adaptive driving program while using a special-use state vehicle for evaluation and training purposes.

## House Bill 499/aHCPAC – Page 2

# FISCAL IMPLICATIONS

According to GSD, since the amendment removes the responsibility from the Governor's Office, a state entity will be required to incur the cost associated with managing the program.

There will be costs associated with the purchase of "special use" vehicles that would be incurred by either GSD or the Governor's Commission on Disability.

# SIGNIFICANT ISSUES

GSD indicates that the impact of the amendment removes the responsibility of managing the program from the Governor's Commission on Disability's to a state entity, which is not named. This entity will incur fiscal, performance, and administrative implications which cannot be determined without more program details.

The use of state vehicles for the training of disabled drivers creates a potential liability for the agencies involved should the disabled driver cause an accident. House Bill 499 would amend the New Mexico Tort Claims Act, Section 41-4-3, NMSA 1978, to include in the Act's definition of "Public employee" individual drivers while participating in the program and using special use-state vehicles for training and evaluation. This is necessary to ensure that any damage caused by a driver's negligence would be capped under the Tort Claims Act and liability insurance would be provided by the Risk Management Division of GSD. It is important that this definition be as narrow as possible to avoid having to insure drivers (who are not state employees) when they are not actually engaged in the driving portion of the evaluation and training.

## **OTHER SUBSTANTIVE ISSUES**

According to GSD, the use of state vehicles for the training of disabled drivers creates a potential liability for the agencies involved should the disabled driver cause an accident. HB 499 would amend the New Mexico Tort Claims Act, Section 41-4-3, NMSA 1978, to include in the Act's definition of "Public employee" individual drivers while participating in the program and using special use-state vehicles for training and evaluation. This is necessary to ensure that any damage caused by a driver's negligence would be capped under the Tort Claims Act and liability insurance would be provided by the Risk Management Division of GSD. It is important that this definition be as narrow as possible to avoid having to insure drivers (who are not state employees) when they are not actually engaged in the driving portion of the evaluation and training.

## ADMINISTRATIVE IMPLICATIONS

GSD will need to update the administrative rules for use of state vehicles allowing individuals enrolled in the Adaptive Driving Program to use state vehicles for training purposes.

# CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

Senate Bill 232

# House Bill 499/aHCPAC – Page 3

# WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

The State Transportation Act and Tort Claims Act would not be amended to allow individuals enrolled in the Governor's Commission on Disability Adaptive Driving Program to use special-use state vehicles for evaluation and training purposes in that program.

DA/mc:mt