LFC Requester:

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)

SECTION I: GENERAL INFORMATION

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

Date Prepared :	Date Prepared: (Check all that apply:		
Bill Number:	HB460	Original	X	Correction		
		Amendment Substitute		Substitute		

		Agency	Name		
		and Coc	de HC	CA 630	
Sponsor:	Rep. Block	Number	r:		
Short	Repeal Liquor Taxes	Person V	Writing	Annabe	lle Martinez
Title:		Phone:	505-690-2439	Email	Annabellem.martinez

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropr	iation	Recurring	Fund Affected	
FY25	FY26	or Nonrecurring		
\$0	\$0	NA	NA	

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

	Recurring	Fund		
FY25	FY26	FY27	or Nonrecurring	Affected
\$0	\$0	\$0	NA	NA

(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	\$0	\$0	\$0	\$0	NA	NA

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: Conflicts with HB417, SB378, SB431, HB460

Duplicates/Relates to Appropriation in the General Appropriation Act

SECTION III: NARRATIVE

BILL SUMMARY

<u>Synopsis:</u> House Bill 460 (HB460) is repealing the Liquor Excise tax along with the distributions made to the Liquor Excise Tax and the Local Driving While Intoxicated (LDWI) Grant Program Act. In addition, HB 460 is making conforming and technical changes such as repealing Sections 11-6A-1 through 11-6A-6 NMSA 1978.

FISCAL IMPLICATIONS

HB460 will not impact HCA.

SIGNIFICANT ISSUES

Department of Finance Administration (DFA) has oversight of the Local Driving While Intoxicated (LDWI) Grant Program. LDWI Home | New Mexico Department of Finance and Administration

HB460 will impact program funding if the Liquor Excise Tax and the LDWI Grant Program are repealed. The mission of the LDWI grant program is to reduce the incidence of DWI, alcoholism, alcohol use/misuse and alcohol-related domestic violence. The LDWI Program Grant Act funds new and existing innovative or model programs, services, or activities of any kind designed to prevent or reduce the incidence of DWI, alcoholism or alcohol use/misuse. The LDWI Grant Program Act includes programs and activities that focus on prevention, enforcement, education, education, screening, treatment, compliance monitoring/tracking, alcohol related domestic violence, or alternative sentencing including programs that combine incarceration, treatment and aftercare, to prevent or reduce the incidence of DWI, alcoholism, alcohol abuse or domestic abuse related to DWI, alcoholism or alcohol abuse specific to community needs.

LOCAL DWI GRANT AND DISTRIBUTION OF CERTAIN DWI GRANT PROGRAM

Currently HB460 funds all 33 counties and is unclear if the program funded through the Liquor Excise Tax and the DWI Grant Program Act will be discontinued with this repeal. HB460 repeals 11-6A-1 through 11-6A-6 NMSA 1978 <u>Chapter 11 - Intergovernmental Agreements and Authorities (2002) - NMOneSource.com</u>

The LDWI Grant Programs Data shows that for New Mexico, the total of DWI arrests decreased from 10,636 in 2019 to 8,929 in 2023. This does include a decrease in first DWI arrests of 6,564 in 2019 to 5,485 in 2023. Local DWI Report

PERFORMANCE IMPLICATIONS

No implications to HCA

ADMINISTRATIVE IMPLICATIONS

No implication to HCA No IT impact.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

HB 460 Repeals the Liquor Excise Tax and the Local DWI Fund. HB 417 Amends the Liquor Excise Tax rates, distribution, etc. SB 378 Amends the Liquor Excise Tax rates, distribution, etc. SB 431 Amends the Liquor Excise Tax rates, distribution, etc.

TECHNICAL ISSUES None

OTHER SUBSTANTIVE ISSUES No other substantive issues for HCA

ALTERNATIVES None

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL Status Quo

AMENDMENTS