NOTE: As provided in LFC policy, this report is intended only for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used for other purposes.

The most recent FIR version (in HTML & Adobe PDF formats) is available on the Legislative Website. The Adobe PDF version includes all attachments, whereas the HTML version does 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:	Komadina	DATE TYPED:	2/11/03	HB	
SHORT TITLE	: Outdoor Advertising	for Local Governm	nents	SB	258
		ANALYST:		Reynolds-Forte	

#### **REVENUE**

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY03	FY04			
	(\$127.0)	(\$127.0)	Recurring	Road Fund

(Parenthesis ( ) Indicate Revenue Decreases)

Conflicts with SB72.

### **SOURCES OF INFORMATION**

Responses Received From

New Mexico State Highway and Transportation Department

#### **SUMMARY**

Synopsis of Bill

SB258 changes the Highway Beautification Act to provide counties and municipalities the authority to acquire by agreement or condemnation all outdoor advertising and property rights. Currently the Highway Commission has sole authority.

# FISCAL IMPLICATIONS

The State Highway and Transportation Department collects the annual twenty-five dollar (\$25.00) outdoor advertising renewal fee. Revenues from this fee are deposited into the state road fund. Annual collections from this fee are \$127.0. Revenue loss will be dependant upon how many cities and counties remove outdoor advertising from their communities; \$127.0 is the maximum impact.

## **ADMINISTRATIVE IMPLICATIONS**

The State Highway and Transportation Department notes that passage of this bill could decrease or possibly eliminate the administrative duty of the annual NMSHTD Outdoor Advertising Permit Renewal process, should county and municipal government entities choose to acquire Outdoor Advertising. Also, passage of the bill will create new administrative duties. It will become necessary for the New Mexico State Highway and Transportation Department to become involved in each county or municipal government outdoor advertising acquisition. The NMSHTD would have to verify permit validity, verify permit fees paid, and verify conformance with the established regulations before the county or municipal government entity could proceed with acquisition. This would entail thorough research, site inspections, verification, and documentation, etc.

## **CONFLICT**

SB258 conflicts to SB72 which prohibits construction of new outdoor advertising for general advertising purposes and prohibits the State Highway Commission from issuing new permits.

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