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 and previously issued FIRs are available on the NM Legislative Website (<a href="www.nmlegis.gov">www.nmlegis.gov</a>) and may also be obtained from the LFC in Suite 101 of the State Capitol Building North.

## FISCAL IMPACT REPORT

SPONSOR	Gonzales		ORIGINAL DATE 2/20/17 LAST UPDATED 3/04/17		НВ	345/aHSIVC
SHORT TITLE		Remove Commute				
				ANA	LYST	Romero

# ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY17	FY18	FY19	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total	NFI	NFI	NFI	NFI		

(Parenthesis ( ) Indicate Expenditure Decreases)

#### SOURCES OF INFORMATION

LFC Files

Responses Received From
Public Regulation Department (PRC)
Department of Public Safety (DPS)

### **SUMMARY**

### Synopsis of HSIVC Amendment

House State Government, Indian and Veterans' Affairs Committee amendments to HB345 change the definition of "commuter service", originally unchanged by the bill. The definition for "commuter service" now means, "the intrastate transportation of passengers in motor vehicles having a capacity of seven to fifteen persons, including the driver, provided to a volunteer-driver commuter group that shares rides to and from the workplace or training site, where participation is incidental to the primary work or training-related purposes of the commuter group, and where the fees paid by the participants do not exceed the costs for transportation, including gas and other trip-related expenses".

# Synopsis of Bill

HB 345 excludes "commuter services" from the requirement under the Motor Carrier Act (NMSA 1978, § 65-2A-1, et seq.) of obtaining a "warrant" which is an operating authority issued by the Public Regulation Commission (PRC) to entities that, among other things, provide intrastate transportation of for-hire of passengers.

HB 345 also exempts commuter services specifically from the Motor Carrier Act.

## FISCAL IMPLICATIONS

No fiscal impact.

### **SIGNIFICANT ISSUES**

A holder of a "warrant" issued by the PRC a commuter service must provide continuous proof of public liability insurance from an insurance company directly to a database maintained by the Commission in the amount of \$1,500,000. Further, the commuter service must, at the time of application, and while the commuter service maintains its warrant, maintain driver and vehicle files that provide specific proof of vehicle and driver safety programs.

Currently, commuter services are different in one respect from drivers of ambulances or nonemergency medical transportation in that commuter service drivers need only undergo one initial drug test whereas ambulance and non-emergency medical transportation drivers must, in addition to the one initial drug test, be part of an ongoing random drug testing program while working as an ambulance or non-emergency medical transportation driver.

IR/al/jle