SENATE TAX, BUSINESS AND TRANSPORTATION COMMITTEE SUBSTITUTE FOR SENATE BILL 88

56TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2024

4 5

1

2

3

6

7 8

9

10

11 12

13

14

15

16

17

18

19

20 21

22

23

24

25

AN ACT

RELATING TO CREDENTIALS; ENACTING THE ELECTRONIC CREDENTIALS ACT TO ALLOW THE TAXATION AND REVENUE DEPARTMENT TO ISSUE ELECTRONIC CREDENTIALS FOR DRIVER'S LICENSES AND IDENTIFICATION CARDS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 66-1-4.3 NMSA 1978 (being Laws 1990, Chapter 120, Section 4, as amended) is amended to read:

"66-1-4.3. DEFINITIONS.--As used in the Motor Vehicle Code:

- "camping body" means a vehicle body primarily designed or converted for use as temporary living quarters for recreational, camping or travel activities excluding recreational vehicles unless used in commerce;
- "camping trailer" means a camping body, mounted В. .227721.3

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

on a chassis, or frame with wheels, designed to be drawn by another vehicle and that has collapsible partial side walls that fold for towing and unfold at the campsite;

- C. "cancellation" means that a driver's license is annulled and terminated because of some error or defect or because the licensee is no longer entitled to the license, but cancellation of a license is without prejudice, and application for a new license may be made at any time after cancellation;
- D. "casual sale" means the sale of a motor vehicle by the registered owner of the vehicle if the owner has not sold more than four vehicles in that calendar year;
- E. "chassis" means the complete motor vehicle, including standard factory equipment, exclusive of the body and cab;
- F. "collector" means a person who is the owner of one or more vehicles of historic or special interest who collects, purchases, acquires, trades or disposes of these vehicles or parts thereof for the person's own use in order to preserve, restore and maintain a similar vehicle for hobby purposes;
- G. "combination" means any connected assemblage of a motor vehicle and one or more semitrailers, trailers or semitrailers converted to trailers by means of a converter gear;
- H. "combination gross vehicle weight" means the sum .227721.3

total of the gross vehicle weights of all units of a combination:

- I. "commerce" means the transportation of persons, property or merchandise for hire, compensation, profit or in the furtherance of a commercial enterprise in this state or between New Mexico and a place outside New Mexico, including a place outside the United States;
- J. "commercial motor vehicle" means a selfpropelled or towed vehicle, other than special mobile
 equipment, used on public highways in commerce to transport
 passengers or property when the vehicle:
- vehicle weight rating or gross combination weight rating, or gross vehicle weight or gross combination weight, of four thousand five hundred thirty-six kilograms, or ten thousand one pounds or more; or is operated only in intrastate commerce and has a gross vehicle weight rating or gross combination weight rating, or gross vehicle weight or gross combination weight, of twenty-six thousand one or more pounds;
- (2) is designed or used to transport more than eight passengers, including the driver, and is used to transport passengers for compensation;
- (3) is designed or used to transport sixteen or more passengers, including the driver, and is not used to transport passengers for compensation; or

2

3

4

5

6

7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

				(4)	is	used	to	transport	hazardous	materials
of	the	type	or	quanti	Lty	requi	rin	g placardi	ng under i	cules
nre	escr	ibed 1	ov a	applica	ab1e	fede	ra1	or state	law:	

- "controlled-access highway" means every highway, street or roadway in respect to which owners or occupants of abutting lands and other persons have no legal right of access to or from the highway, street or roadway except at those points only and in the manner as may be determined by the public authority having jurisdiction over the highway, street or roadway;
- "controlled substance" means any substance defined in Section 30-31-2 NMSA 1978 as a controlled substance;
- "converter gear" means any assemblage of one or Μ. more axles with a fifth wheel mounted thereon, designed for use in a combination to support the front end of a semitrailer but not permanently attached thereto. A converter gear shall not be considered a vehicle, as that term is defined in Section 66-1-4.19 NMSA 1978, but weight attributable thereto shall be included in declared gross weight;

"conviction": N.

(1) means:

- (a) a finding of guilt in the trial court in regard to which the violator has waived or exhausted all rights to appeal;
- a plea of guilty or nolo contendere .227721.3

.227721.3

2	(c) an unvacated forfeiture of bail or
3	collateral deposited to secure a person's appearance in court;
4	or
5	(d) the promise to mail a payment on a
6	penalty assessment; and
7	(2) does not include a conditional discharge
8	as provided in Section 31-20-13 NMSA 1978 or a deferred
9	sentence when the terms of the deferred sentence are met;
10	O. "credential holder" means a person who has been
11	issued a physical or an electronic credential;
12	[0.] P. "crosswalk" means:
13	(1) that part of a roadway at an intersection
14	included within the connections of the lateral lines of the
15	sidewalks on opposite sides of the highway measured from the
16	curbs or, in the absence of curbs, from the edges of the
17	traversable roadway; and
18	(2) any portion of a roadway at an
19	intersection or elsewhere distinctly indicated for pedestrian
20	crossing by lines or other markings on the surface; and
21	$[P_{\bullet}]$ Q_{\bullet} "curb cut" means a short ramp through a
22	curb or built up to the curb."
23	SECTION 2. Section 66-1-4.4 NMSA 1978 (being Laws 1990,
24	Chapter 120, Section 5, as amended) is amended to read:
25	"66-1-4.4. DEFINITIONSAs used in the Motor Vehicle

accepted by the court;

Code:

	Α.	"data	elemen:	t" n	neans	а	distir	nct	component	of	а
customer's	s inf	<u>ormati</u>	on that	is	found	d o	n the	der	oartment's		
customer 1	recor	d;									

- [A.] B. "day" means calendar day, unless otherwise provided in the Motor Vehicle Code;
- [B.] C. "dealer", except as specifically excluded, means any person who sells or solicits or advertises the sale of new or used motor vehicles, manufactured homes or trailers subject to registration in this state; "dealer" does not include:
- (1) receivers, trustees, administrators, executors, guardians or other persons appointed by or acting under judgment, decree or order of any court;
- (2) public officers while performing their duties as such officers;
- (3) persons making casual sales of their own vehicles;
- (4) finance companies, banks and other lending institutions making sales of repossessed vehicles; or
- (5) licensed brokers under the Manufactured Housing Act who, for a fee, commission or other valuable consideration, engage in brokerage activities related to the sale, exchange or lease purchase of pre-owned manufactured homes on a site installed for a consumer;

bracketed material] = delete

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- [C.] D. "declared gross weight" means the maximum gross vehicle weight or gross combination vehicle weight at which a vehicle or combination will be operated during the registration period, as declared by the registrant for registration and fee purposes; the vehicle or combination shall have only one declared gross weight for all operating considerations;
- $[\frac{D_{\bullet}}{E_{\bullet}}]$ "department" means the taxation and revenue department, the secretary of taxation and revenue or any employee of the department exercising authority lawfully delegated to that employee by the secretary;
- [E.] F. "designated accessible parking space for persons with significant mobility limitation" means any space, including an access aisle, that is marked and reserved for the parking of a passenger vehicle that carries registration plates or a parking placard with the international symbol of access issued in accordance with Section 66-3-16 NMSA 1978 and that is designated by a conspicuously posted sign bearing the international symbol of access and, if the parking space is paved, by a clearly visible depiction of this symbol painted in blue on the pavement of the space;
 - $[F_{\bullet}]$ G_{\bullet} "director" means the secretary;
- [G.] H. "disqualification" means a prohibition against driving a commercial motor vehicle;
- [H.] I. "distinguishing number" means the number .227721.3

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16

18

19

20

21

22

23

24

assigned by the department to a vehicle whose identifying
number has been destroyed or obliterated or the number assigned
by the department to a vehicle that has never had an
identifying number:

- $[H_{\bullet}]$ J. "distributor" means a person who distributes or sells new or used motor vehicles to dealers and who is not a manufacturer;
- [J_{\bullet}] \underline{K}_{\bullet} "division", without further specification, "division of motor vehicles" or "motor vehicle division" means the department;
- [K.] L. "driveaway-towaway operation" means an operation in which any motor vehicle, new or used, is the item being transported when one set or more of wheels of any such motor vehicle is on the roadway during the course of transportation, whether or not the motor vehicle furnishes the motive power;
- [1.1] M. "driver" means every person who drives or is in actual physical control of a motor vehicle, including a motorcycle, upon a highway, who is exercising control over or steering a vehicle being towed by a motor vehicle or who operates or is in actual physical control of an off-highway motor vehicle;
- $[M_{ullet}]$ N_{ullet} "driver-assisted platoon" means a series of motor vehicles platooning with a driver in each vehicle;
- [N.] <u>O.</u> "driver's license" means any license, .227721.3

permit or driving authorization card issued by a state or other jurisdiction recognized under the laws of New Mexico pertaining to the authorizing of persons to operate motor vehicles and includes a REAL ID-compliant driver's license and a standard driver's license; and

 $[\Theta_{r}]$ \underline{P}_{r} "dynamic driving task" means all of the real-time operational and tactical functions required to operate a vehicle in on-road traffic, excluding the strategic functions such as trip scheduling and selection of destinations and waypoints."

SECTION 3. Section 66-1-4.5 NMSA 1978 (being Laws 1990, Chapter 120, Section 6, as amended) is amended to read:

"66-1-4.5. DEFINITIONS.--As used in the Motor Vehicle Code:

- A. "electric-assisted bicycle" means a vehicle having two or three wheels, fully operable pedals and an electric motor. Electric-assisted bicycles are classified as follows:
- (1) "class 1 electric-assisted bicycle" means an electric-assisted bicycle equipped with a motor not exceeding seven hundred fifty watts of power that provides assistance only when the rider is pedaling and that ceases to provide assistance when the bicycle reaches a speed of twenty miles per hour;
- (2) "class 2 electric-assisted bicycle" means .227721.3

an electric-assisted bicycle equipped with a motor not exceeding seven hundred fifty watts of power that provides assistance regardless of whether the rider is pedaling but ceases to provide assistance when the bicycle reaches a speed of twenty miles per hour; and

- (3) "class 3 electric-assisted bicycle" means an electric-assisted bicycle equipped with a motor not exceeding seven hundred fifty watts of power that provides assistance only when the rider is pedaling and that ceases to provide assistance when the bicycle reaches a speed of twenty-eight miles per hour;
- B. "electric mobility device" means a two- or three-wheel vehicle with an electric motor for propulsion that does not meet the definition of an electric-assisted bicycle and is capable of exceeding a speed of twenty miles per hour on motor power alone;
- means a self-balancing device having two nontandem wheels designed to transport a single person by means of an electric propulsion system with an average power of one horsepower and with a maximum speed on a paved level surface of less than twenty miles per hour when powered solely by its propulsion system and while being ridden by an operator who weighs one hundred seventy pounds;
- D. "electronic credential" means an electronic
 .227721.3

2	
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

extension	on o	f 1	the	depa	rtment	t-i	issued	phys	sical	credentia	1	that
				_				-				
conveys	ide	nt:	itv	and	drivi	าธ	privi	lege	infor	mation:		

- E. "electronic credential system" means a digital process that includes a method for loading electronic credentials onto a device, issuing electronic credentials, requesting and transmitting electronic credential data elements and performing tasks to maintain the system;
- $[\mathfrak{D}_{free}]$ $[\mathfrak{F}_{free}]$ "essential parts" means all integral and body parts of a vehicle of a type required to be registered by the provisions of the Motor Vehicle Code, the removal, alteration or substitution of which would tend to conceal the identity of the vehicle or substantially alter its appearance, model, type or mode of operation;
- [E.] G. "established place of business", for a dealer or auto recycler, means a place:
- (1) devoted exclusively to the business for which the dealer or auto recycler is licensed and related business;
- (2) identified by a prominently displayed sign giving the dealer's or auto recycler's trade name used by the business;
- (3) of sufficient size or space to permit the display of one or more vehicles or to permit the parking or storing of vehicles to be dismantled or wrecked for recycling;
 - (4) on which there is located an enclosed

building on a permanent foundation, which building meets the building requirements of the community and is large enough to accommodate the office or offices of the dealer or auto recycler and large enough to provide a safe place to keep the books and records of the dealer or auto recycler;

- (5) where the principal portion of the business of the dealer or auto recycler is conducted and where the books and records of the business are kept and maintained; and
- only, such as a department store or a franchisee of a department store, as long as the department store or franchisee keeps the books and records of its vehicle business in a general office location at its place of business; as used in this paragraph, "department store" means a business that offers a variety of merchandise other than vehicles, and sales of the merchandise other than vehicles constitute at least eighty percent of the gross sales of the business; and
- [F.] <u>H.</u> "explosives" means any chemical compound or mechanical mixture that is commonly used or intended for the purpose of producing an explosion and that contains any oxidizing and combustive units or other ingredients in such proportions, quantities or packing that an ignition by fire, friction, concussion, percussion or detonator of any part of the compound or mixture may cause such a sudden generation of

highly heated gases that the resultant gaseous pressures are
capable of producing destructive effects on contiguous objects
or of destroying life or limb."
SECTION 4. Section 66-1-4.15 NMSA 1978 (being Laws 1990,

Chapter 120, Section 16, as amended) is amended to read:

"66-1-4.15. DEFINITIONS.--As used in the Motor Vehicle Code:

- A. "railroad" means a carrier of persons or property upon cars operated upon stationary rails;
- B. "railroad sign or signal" means any sign, signal or device erected by authority of a public body or official or by a railroad and intended to give notice of the presence of railroad tracks or the approach of a railroad train;
- C. "railroad train" means a steam engine, electric or other motor, with or without cars coupled thereto, operated upon rails;
- D. "REAL ID-compliant driver's license" means a license or a class of license issued by a state or other jurisdiction pertaining to the authorizing of persons to operate motor vehicles and that meets federal requirements to be accepted by federal agencies for official federal purposes;
- E. "REAL ID-compliant identification card" means an identification card that meets federal requirements to be accepted by federal agencies for official federal purposes;
- F. "reconstructed vehicle" means any vehicle
 .227721.3

trailers and truck campers;

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

assembled or constructed largely by means of essential parts,
new or used, derived from other vehicles or that, if originally
otherwise assembled or constructed, has been materially altered
by the removal of essential parts, new or used;

G. "recreational travel trailer" means a camping
body designed to be drawn by another vehicle:

- body designed to be drawn by another vehicle;

 H. "recreational vehicle" means a vehicle with a camping body that has its own motive power, is affixed to or is drawn by another vehicle and includes motor homes, travel
- I. "registration" means registration certificates and registration plates issued under the laws of New Mexico pertaining to the registration of vehicles;
- J. "registration number" means the number assigned upon registration by the division to the owner of a vehicle or motor vehicle required to be registered by the Motor Vehicle Code;
- K. "registration plate" means the plate, marker, sticker or tag assigned by the division for the identification of the registered vehicle;
- L. "relying party" means an entity to which a credential holder is presenting an electronic credential;
- [\pm .] M. "residence district" means the territory contiguous to and including a highway not comprising a business district when the property on the highway for a distance of .227721.3

three hundred feet or more is in the main improved with residences or residences and buildings in use for business;

 $[M_{\bullet}]$ N_{\bullet} "revocation" means that the driver's license and privilege to drive a motor vehicle on the public highways are terminated and shall not be renewed or restored, except that an application for a new license may be presented to and acted upon by the division after the expiration of at least one year after date of revocation;

[N.] 0. "right of way" means the privilege of the immediate use of the roadway;

 $[\Theta \cdot]$ $\underline{P} \cdot$ "road tractor" means every motor vehicle designed and used primarily for drawing other vehicles and constructed not to carry a significant load on the road tractor, either independently or as any part of the weight of a vehicle or load drawn; and

[P.] Q. "roadway" means that portion of a street or highway improved, designed or ordinarily used for vehicular travel, exclusive of the berm or shoulder; when a highway includes two or more separate roadways, the term "roadway" refers to each roadway separately but not to all of the roadways collectively."

SECTION 5. Section 66-1-4.19 NMSA 1978 (being Laws 1990, Chapter 120, Section 20, as amended) is amended to read:

"66-1-4.19. DEFINITIONS.--As used in the Motor Vehicle Code:

23

24

25

5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21

1

2

3

		Α.	"validat	ing	sticker'	' means	the	tab	or	sticl	ker
issued	bу	the	division	to	signify,	upon a	reg	istra	atio	n pla	ate,
renewed	l re	egist	ration:								

- B. "vehicle" means every device in, upon or by which any person or property is or may be transported or drawn upon a highway, including any frame, chassis, body or unitized frame and body of any vehicle or motor vehicle, except devices moved exclusively by human power or used exclusively upon stationary rails or tracks;
- C. "vehicle-business number" means the distinctive registration number given by the division to any manufacturer, auto recycler or dealer; [and]
- D. "vehicle plate" means a plate, marker, sticker or tag similar to a registration plate, but that is issued by the department for vehicles that are exempted from registration under the Motor Vehicle Code; and
- E. "verification process" means a method of authenticating an electronic credential through the use of secure and encrypted communication."
- SECTION 6. Section 66-5-16 NMSA 1978 (being Laws 1978, Chapter 35, Section 238, as amended) is amended to read:
- "66-5-16. PHYSICAL LICENSE TO BE CARRIED AND EXHIBITED ON DEMAND.--Every licensee shall have the licensee's driver's license in its physical form in the licensee's immediate possession at all times when operating a motor vehicle and .227721.3

shall display the license <u>in its physical form</u> upon demand of a magistrate, a peace officer or a field deputy or inspector of the division. A person who violates the provisions of this section is guilty of a penalty assessment misdemeanor; however, a person charged with violating this section shall not be convicted if the person produces in court a driver's license <u>in its physical form</u> issued to the person and valid at the time of the person's citation."

SECTION 7. A new Section 66-5-601 NMSA 1978 is enacted to read:

"66-5-601. [NEW MATERIAL] SHORT TITLE.--Sections 66-5-601 through 66-5-608 NMSA 1978 may be cited as the "Electronic Credentials Act"."

SECTION 8. A new Section 66-5-602 NMSA 1978 is enacted to read:

"66-5-602. [NEW MATERIAL] ELECTRONIC CREDENTIALS.--

A. The department may issue an electronic credential to a person in addition to a physical driver's license or physical identification card if the department has issued to the person:

- (1) a driver's license; or
- (2) an identification card.
- B. An electronic credential that is not processed through a state-approved application on a device is not a valid electronic credential.

2

3

4

5

6

7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

	С.	The	department	shall	set	the	validity	period	of
an	electronic	crade	antial "						

SECTION 9. A new Section 66-5-603 NMSA 1978 is enacted to read:

"66-5-603. [NEW MATERIAL] AGREEMENTS FOR ISSUANCE, USE AND VERIFICATION PROCESS. -- The department may enter into agreements with an agency of the state, another state or the United States to facilitate the issuance, use and verification process of electronic credentials issued by the department or another state."

SECTION 10. A new Section 66-5-604 NMSA 1978 is enacted to read:

"66-5-604. [NEW MATERIAL] PHYSICAL POSSESSION OF DEVICE. -- The department shall design the electronic credential in a manner that allows the credential holder to maintain physical possession of the device on which the electronic credential is accessed during verification."

SECTION 11. A new Section 66-5-605 NMSA 1978 is enacted to read:

"66-5-605. [NEW MATERIAL] CONSENT TO ACCESS.--Access to the credential holder's data by a relying party shall require the credential holder's consent."

SECTION 12. A new Section 66-5-606 NMSA 1978 is enacted to read:

"66-5-606. [NEW MATERIAL] ADMINISTRATION OF ELECTRONIC .227721.3

CREDENTIAL SYSTEMA third party may administer on	behalf of
the department a system developed to facilitate the	issuance,
varification and use of electronic credentials "	

SECTION 13. A new Section 66-5-607 NMSA 1978 is enacted to read:

"66-5-607. [NEW MATERIAL] FEE.--The department may charge a fee for the loading of an electronic credential onto a device."

SECTION 14. A new Section 66-5-608 NMSA 1978 is enacted to read:

"66-5-608. [NEW MATERIAL] RULES.--The department may promulgate rules that it deems necessary or appropriate to implement the provisions of the Electronic Credentials Act."

- 19 -