

LFC Requester:	Davidson
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**AGENCY BILL ANALYSIS - 2026 REGULAR SESSION**

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO  
[AgencyAnalysis.nmlegis.gov](http://AgencyAnalysis.nmlegis.gov) and email to [billanalysis@dfa.nm.gov](mailto:billanalysis@dfa.nm.gov)  
*(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:** January 31, 2026 *Check all that apply:*  
**Bill Number:** HB225 Original  Correction   
 Amendment  Substitute

**Sponsor:** Pettigrew  
**Short** Trying to Stop the Sale of Electric Vehicles

**Agency Name and Code** NMED-667  
**Number:** \_\_\_\_\_  
**Person Writing** Michelle Miano  
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**SECTION II: FISCAL IMPACT**

**APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY26	FY27		

**REVENUE (dollars in thousands)**

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY26	FY27	FY28		

(Parenthesis ( ) indicate revenue decreases)

## ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	<b>FY26</b>	<b>FY27</b>	<b>FY28</b>	<b>3 Year Total Cost</b>	<b>Recurring or Nonrecurring</b>	<b>Fund Affected</b>
<b>Total</b>	(260)	(300)	(300)	(860)	Recurring	Motor Vehicle Manufacturer's Regulatory Fee – Fund 70810

(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to:  
Duplicates/Relates to Appropriation in the General Appropriation Act

### **SECTION III: NARRATIVE**

#### **BILL SUMMARY**

##### Synopsis:

HB225 adds language to the Air Quality Control Act that bars the Environmental Improvement Board from requiring a manufacturer to produce or deliver for sale a certain percentage of zero-emission vehicles to control motor vehicle emissions.

#### **FISCAL IMPLICATIONS**

HB225 will eliminate recurring program funding to NMED by \$260,000 in FY26 and \$300,000 in FY27 and FY28 by preventing fee recovery from the New Motor Vehicle Emissions Standards program passed by the Environmental Improvement Board.

This reduction in revenue would directly affect NMED's capacity to administer, monitor, and enforce motor vehicle emissions standards. Absent an alternative appropriation, the loss of fee recovery would require NMED to reduce program activities.

#### **SIGNIFICANT ISSUES**

This bill contradicts federal law.

#### **PERFORMANCE IMPLICATIONS**

HB225 will prevent the NMED's implementation of its New Motor Vehicle Emission Standards, which will in turn prevent the ability of NMED to achieve the air pollution reductions, climate benefits, and economic investments projected under the rule.

#### **ADMINISTRATIVE IMPLICATIONS**

HB225 will prevent NMED from implementing the New Motor Vehicle Emission Standards.

## **CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

HB227 also prohibits the adoption of certain rules relating to the production and delivery for sale of zero-emission vehicles as an amendment to the Environmental Improvement Act / Clean Transportation Fuel Standard authorization.

## **TECHNICAL ISSUES**

N/A

## **OTHER SUBSTANTIVE ISSUES**

N/A

## **ALTERNATIVES**

N/A

## **WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

NMED will continue to implement the state's New Motor Vehicle Emissions Standards as adopted by the EIB and achieve the projected reductions in air pollution while ensuring NMED meets its climate goals as outlined in Executive Order 2019-003 (Climate Change).

## **AMENDMENTS**

N/A