

LFC Requester: _____

AGENCY BILL ANALYSIS

SECTION I: GENERAL INFORMATION

Check all that apply:
Original **Amendment** _____
Correction **Substitute** _____

Date _____
Bill No: HB 309

Sponsor: Nathan Small
Short Title: Valuation of Energy Storage Property

Agency Name and Code EMNRD 521
Number: _____
Person Writing Ben Bajema
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SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY26	FY27		

(Parenthesis () Indicate Expenditure Decreases)

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY26	FY27	FY28		

(Parenthesis () Indicate Expenditure Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY26	FY27	FY28	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total						

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: SB 161 Wildfire Mitigation and Liability Act
 Duplicates/Relates to Appropriation in the General Appropriation Act:

SECTION III: NARRATIVE

BILL SUMMARY

Synopsis: House Bill 309 (HB 309) amends the Property Tax Code to include energy storage in 7-36-29 NMSA 1978, which promulgates a special method of valuation related to electric power.

Storage is defined in the bill as, “energy storage technology that converts, stores and returns electricity to alleviate disparities between electricity supply and demand, to facilitate the dispatching of electricity or to increase economic return on the sale of electricity.”

FISCAL IMPLICATIONS

None for EMNRD

SIGNIFICANT ISSUES

HB 309 brings storage in line with generation, transmission and distribution infrastructure assets as assessable elements of property for the purposes of assessing property taxes. HB 309’s definition of storage is different from definitions found in other statutes, and clarifies the value of storage as a service to the electricity system.

PERFORMANCE IMPLICATIONS

None for EMNRD

ADMINISTRATIVE IMPLICATIONS

None for EMNRD

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

TECHNICAL ISSUES

OTHER SUBSTANTIVE ISSUES

ALTERNATIVES

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

If HB 309 is not passed, storage will not be considered in the valuation of property as generation, transmission, and distribution assets are.

AMENDMENTS