LFC Requester:

Jennifer Faubion

AGENCY BILL ANALYSIS 2024 REGULAR SESSION

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Check all that apply:				Date Prepared:		January 24, 2024	
Original	Χ	Amendment	Х	I	Bill No:	SB183	
Correction		Substitute					
Sponsor:	Senator Roberto "Bobby" J. Gonzales			Agency Name and Code Number:	305 – New Mexico Department of Justice		
Short	Electri	c & Hybrid Vehic	le	Person Writing Analysis:	Victor .	A. Hall, AAG	
Title:	Regist	ration Fees		Phone:	505-53		
-				Email:	legisfir	@nmag.gov	

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

Approp	riation	Recurring	Fund Affected	
FY24	FY25	or Nonrecurring		

(Parenthesis () Indicate Expenditure Decreases)

<u>REVENUE</u> (dollars in thousands)

	Recurring	Fund		
FY24	FY25	FY26	or Nonrecurring	Affected

(Parenthesis () Indicate Expenditure Decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY24	FY25	FY26	3 Year Total Cost	Recurring or Nonrecurri ng	Fund Affected
Total						

(Parenthesis () Indicate Expenditure Decreases)

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

SECTION III: NARRATIVE

This analysis is neither a formal Opinion nor an Advisory Letter issued by the New Mexico Department of Justice. This is a staff analysis in response to a committee or legislator's request. The analysis does not represent any official policy or legal position of the NM Department of Justice.

BILL SUMMARY

Senate Bill ("SB") 183 contemplates (1) adding a new section to the Motor Vehicle Code for registration of electric and plug-in hybrid vehicles, and (2) amending the Motor Vehicle Code to comport with the above addition.

The first section of SB183 establishes annual fees for electric or plug-in hybrid vehicles weighing fewer than 26,000 lbs. Under this section, an "electric vehicle" is defined as

a motor vehicle that derives all of the vehicle's power from electricity stored in a battery that: (a) has a capacity of not less than six kilowatt-hours; (b) is capable of powering the vehicle for a range of at least forty miles; and (c) is capable of being recharged from an external source of electricity.

Under this section, a "plug-in hybrid vehicle" is defined as

a motor vehicle that derives part of the vehicle's power from electricity stored in a battery that: (a) has a capacity of not less than six kilowatt-hours; (b) is capable of powering the vehicle for a range of at least forty miles; and (c) is capable of being recharged from an external source of electricity.

The proposed annual fee for electric vehicles under SB183 is \$120.00. The proposed annual fee for plug-in hybrid vehicles under SB183 is \$60.00. These fees are collected, paid, and distributed in accordance with Section 66-6-23 of the Motor Vehicle Code.

The second section of SB 183 edits the Motor Vehicle Code's "Disposition of Fees" provision (section 66-6-23) to direct the fees acquired by SB183 to specific funds. Out of the total fees collected by Section 1 of SB 183, 77% would be distributed to the State Road Fund, while the remaining 23% of total fees collected under Section 1 of SB 183 would be distributed to the Transportation Project Fund.

FISCAL IMPLICATIONS

Note: major assumptions underlying fiscal impact should be documented.

Note: if additional operating budget impact is estimated, assumptions and calculations should be

reported in this section.

SIGNIFICANT ISSUES

SB 183 somewhat conflicts with HB 140 in terms of the definition of "electric vehicle" and "plug-in hybrid electric vehicle." While SB 183 and HB 140 do not necessary necessarily overlap given their amendment to non-overlapping provisions, they would implicate the same subject material and likely public confusion over differing standards of what constitutes an "electric vehicle" or "plug-in hybrid electric vehicle" for one statute but not another.

PERFORMANCE IMPLICATIONS

None.

ADMINISTRATIVE IMPLICATIONS

None.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

SB 183 is a nearly a carbon-copy of Section 3 and Section 4 of SB 8.

TECHNICAL ISSUES

None identified.

OTHER SUBSTANTIVE ISSUES

None.

ALTERNATIVES

Passing SB 8 would accomplish the same outcomes as passing SB 183 as currently drafted.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status quo.

AMENDMENTS

None.