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FISCAL IMPACT REPORT

SPONSOR Sharer ORIGINAL DATE 05/25/17 HB
LAST UPDATED

SHORT TITLE Professional Tax Study SB 6

ANALYST Montoya

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY17	FY18		
\$400.0		Nonrecurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Conflicts with House Bill 1 and Senate Bill 3

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

Senate Bill 6 appropriates \$400 thousand from the general fund to the Legislative Council Service for a professional study of the gross receipts tax structure in New Mexico to evaluate reform options and issue a report by August 31, 2017.

The bill declares an emergency.

FISCAL IMPLICATIONS

The appropriation of \$400 thousand contained in this bill is a nonrecurring expense to the general fund. Expenditure is authorized in FY17 and FY18. Any unexpended or unencumbered balance remaining at the end of FY18 shall revert to the general fund.

SIGNIFICANT ISSUES

Senate Bill 6 calls for Legislative Council Service to contract with a professional economic research firm to estimate the gross receipts tax base and evaluate options for replacing or reforming the gross receipts tax.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

Senate Bill 6 conflicts with an appropriation in House Bill 1 and Senate Bill 3 for the same purpose.

ALM/al/jle