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### FISCAL IMPACT REPORT

SPONSOR:	Gubbels	DATE TYPED:	02/08/00	HB	205
SHORT TITLE:	Tax Technical Correction			SB	
				ANALYST:	Williams

### REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY00	FY01			
		NFI		

(Parenthesis ( ) Indicate Revenue Decreases)

Duplicates/Conflicts with/Companion to/Relates to

### SOURCES OF INFORMATION

Taxation and Revenue Department (TRD)

## **SUMMARY**

### Synopsis of Bill

Endorsed by the Revenue Stabilization and Tax Policy Committee, the bill makes technical corrections to New Mexico tax statutes:

- •Section 1 removes an obsolete restriction on the adoption of county resolutions regarding low income property tax rebates.
- •Section 2 updates references.
- •Section 3 updates the Withholding Tax Act with the term "pass-through" entity.
- •Sections 4 and 5 amend the Withholding Tax Act to clarify payment due date specifications for pass-through entities.
- •Section 6 amends the definition of a Class B county in 7-20C-2 to reinsert Roosevelt County's authority to impose a local hospital gross receipts tax. This section corrects a conflict between the definitions of a type B county found in Chapters 54 and 129 of Laws of 1997, and enables Roosevelt County to continue to apply the gross receipts tax option to fund a hospital revenue bond. There would be no impact on the General Fund.

## **FISCAL IMPLICATIONS**

No significant fiscal impact is expected.

## **TECHNICAL ISSUES**

TRD notes reference to the Transfer Tax Act is also made in 7-2-14.5 (Subsection B) NMSA 1978. The reference in that section should also be removed.

AW/jsp