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## FISCAL IMPACT REPORT

SPONSOR Campos DATE TYPED 3-01-2005 HB \_\_\_\_\_  
SHORT TITLE Athletic Event Official Gross Receipts SB 571  
ANALYST Padilla-Jackson

### REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY05	FY06			
	(\$30.0)	Similar	Recurring	General Fund
	(\$20.0)	Similar	Recurring	Local Governments

(Parenthesis ( ) Indicate Revenue Decreases)

### SOURCES OF INFORMATION

LFC Files  
Taxation and Revenue Department (TRD)

### SUMMARY

#### Synopsis of Bill

Senate Bill 571 provides a gross receipts tax exemption for receipts from refereeing, umpiring, scoring and other athletic officiating at sporting events in New Mexico.

The bill has no effective date.

### FISCAL IMPLICATIONS

The total fiscal impact of this bill is -\$50 thousand in FY06, of which -\$30 thousand will impact the General Fund and -\$20 will impact local governments. TRD's analysis assumed a total tax base of \$750 thousand per year, which implies an average gross receipts tax rate of 6.7 percent.

### TECHNICAL ISSUES

TRD notes that the bill has a drafting error. On page 1, line 18 should be "receipts from refereeing...", not "receipts of refereeing...". They add that "Officiating" is a very broad term. Depending upon the intent, it may be best to narrow the exemption by defining "officiating".

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