

SENATE FINANCE COMMITTEE SUBSTITUTE FOR  
SENATE BILL 9

47TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2006

AN ACT

RELATING TO TAXATION; EXTENDING GROSS RECEIPTS AND COMPENSATING  
TAX DEDUCTIONS FOR JET FUEL; EXTENDING A DISTRIBUTION TO THE  
AVIATION FUND.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 7-1-6.7 NMSA 1978 (being Laws 1994,  
Chapter 5, Section 2, as amended) is amended to read:

"7-1-6.7. DISTRIBUTIONS--STATE AVIATION FUND.--

A. A distribution pursuant to Section 7-1-6.1 NMSA  
1978 shall be made to the state aviation fund in an amount  
equal to four and seventy-nine hundredths percent of the  
taxable gross receipts attributable to the sale of fuel  
specially prepared and sold for use in turboprop or jet-type  
engines as determined by the department.

B. A distribution pursuant to Section 7-1-6.1 NMSA

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1 1978 shall be made to the state aviation fund in an amount  
2 equal to twenty-six hundredths percent of gasoline taxes,  
3 exclusive of penalties and interest, collected pursuant to the  
4 Gasoline Tax Act.

5 C. From July 1, 2002 through June 30, [2007] 2012,  
6 a distribution pursuant to Section 7-1-6.1 NMSA 1978 shall be  
7 made to the state aviation fund in an amount equal to forty-six  
8 thousandths percent of the net receipts attributable to the  
9 gross receipts tax distributable to the general fund."

10 Section 2. Section 7-9-83 NMSA 1978 (being Laws 1993,  
11 Chapter 364, Section 1, as amended) is amended to read:

12 "7-9-83. DEDUCTION--GROSS RECEIPTS TAX--JET FUEL.--

13 A. From July 1, 2003 through June 30, [2007] 2012,  
14 fifty-five percent of the receipts from the sale of fuel  
15 specially prepared and sold for use in turboprop or jet-type  
16 engines as determined by the department may be deducted from  
17 gross receipts.

18 B. After June 30, [2007] 2012, forty percent of the  
19 receipts from the sale of fuel specially prepared and sold for  
20 use in turboprop or jet-type engines as determined by the  
21 department may be deducted from gross receipts."

22 Section 3. Section 7-9-84 NMSA 1978 (being Laws 1993,  
23 Chapter 364, Section 2, as amended) is amended to read:

24 "7-9-84. DEDUCTION--COMPENSATING TAX--JET FUEL.--

25 A. From July 1, 2003 through June 30, [2007] 2012,

1 fifty-five percent of the value of the fuel specially prepared  
2 and sold for use in turboprop or jet-type engines as determined  
3 by the department may be deducted in computing the compensating  
4 tax due.

5 B. After June 30, [2007] 2012, forty percent of the  
6 value of the fuel specially prepared and sold for use in  
7 turboprop or jet-type engines as determined by the department  
8 may be deducted in computing the compensating tax due."

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