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FISCAL IMPACT REPORT

ORIGINAL DATE 01/25/12
LAST UPDATED 02/13/12 **HB** _____

SPONSOR Cisneros

SHORT TITLE Reimpose County Education Gross Receipts **SB** 19/aHEC

ANALYST Smith

REVENUE (dollars in thousands)

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY12	FY13	FY14		
	NFI			General Fund

(Parenthesis () Indicate Revenue Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From

Taxation and Revenue Department (TRD)

SUMMARY

Synopsis of HEC Amendment

The House Education Committee amendment to Senate Bill 19 clarifies that “projects” includes capital projects at chartered and state chartered charter schools.

Synopsis of Original Bill

This bill allows a county that has imposed a county education gross receipts tax, to reimpose the tax upon expiration of a previously imposed tax. The bill updates revenue distribution requirements to reflect the most recent census data. The bill also updates the definition of “county” to allow any county qualified to impose this tax under the original statute to qualify to reimpose the tax. The reimposition is restricted to Taos County.

Effective Date: July 1, 2012

FISCAL IMPLICATIONS

This bill results in no fiscal impact to the General Fund. Distributions to Taos County through the county education gross receipts tax have averaged \$3.2 million from FY 2009 through FY 2011. Assuming an interest rate of 2.5 percent, a 1-1 coverage ratio and minimal issuance costs on a 10-year bond, Taos could support the issuance of just under \$28 million in new bonds subject to voter approval.

SS/lj:amm:svb