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SENATE BILL 189

**56TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2023**

INTRODUCED BY

Peter Wirth and Christine Chandler

AN ACT

RELATING TO TAXATION; CREATING A FLAT CORPORATE INCOME TAX RATE; INCREASING THE RATE.

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

SECTION 1. Section 7-2A-5 NMSA 1978 (being Laws 1981, Chapter 37, Section 38, as amended) is amended to read:

"7-2A-5. CORPORATE INCOME TAX ~~[RATES]~~ RATE.--The corporate income tax imposed on corporations by Section 7-2A-3 NMSA 1978 shall be

<del>[If the taxable income is:</del>	<del>The tax shall be:</del>
<del>Not over \$500,000</del>	<del>4.8% of taxable income</del>
<del>Over \$500,000</del>	<del>\$24,000 plus 5.9% of</del>
	<del>excess over \$500,000]</del>

six and nine-tenths percent of taxable income."

SECTION 2. APPLICABILITY.--The provisions of this act

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apply to taxable years beginning on or after January 1, 2024.

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