

1 SENATE BILL 292

2 **56TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2023**

3 INTRODUCED BY

4 Gay G. Kernan and Cathrynn N. Brown

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10 AN ACT

11 RELATING TO MUNICIPALITIES; PROVIDING A DISTRIBUTION OF GROSS
12 RECEIPTS TAX REVENUE TO THE CITY OF CARLSBAD TO COMPENSATE FOR
13 CERTAIN MUNICIPAL GROSS RECEIPTS TAX REVENUE SOURCED TO EDDY
14 COUNTY; MAKING AN APPROPRIATION.

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

17 SECTION 1. A new section of the Tax Administration Act is
18 enacted to read:

19 "[NEW MATERIAL] DISTRIBUTION--CITY OF CARLSBAD--
20 COMPENSATION FOR MUNICIPAL GROSS RECEIPTS TAX REVENUE SOURCED
21 TO EDDY COUNTY.--A distribution pursuant to Section 7-1-6.1
22 NMSA 1978 in an amount equal to two million dollars
23 (\$2,000,000) of the net receipts attributable to the gross
24 receipts tax shall be made to the city of Carlsbad to
25 compensate for municipal gross receipts tax revenue sourced to

.224617.1

underscoring material = new
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underscoring material = new
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1 Eddy county pursuant to Section 7-1-14 NMSA 1978."

2 SECTION 2. APPROPRIATION.--Twenty-five million dollars
3 (\$25,000,000) is appropriated from the general fund to the
4 local government division of the department of finance and
5 administration for distribution to the city of Carlsbad for
6 expenditure by the city in fiscal year 2023 and subsequent
7 fiscal years. Any unexpended or unencumbered balance remaining
8 at the end of a fiscal year shall not revert to the general
9 fund.

10 SECTION 3. EFFECTIVE DATE.--The effective date of the
11 provisions of Section 1 of this act is July 1, 2023.