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| LFC Requester: | Norton Francis |
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AGENCY BILL ANALYSIS – 2026 SESSION

WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO
AgencyAnalysis.nmlegis.gov and email to billanalysis@dfa.nm.gov
(Analysis must be uploaded as a PDF)

SECTION I: GENERAL INFORMATION

{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}

Date Prepared: 23JAN26 *Check all that apply:*
Bill Number: SB 89 Original Correction
 Amendment Substitute

Sponsor: Senator Nicole Tobiasen **Agency Name and Code:** 790 – Department of Public Safety
Short Title: Tax Holiday for Firearm **Person Writing:** Matthew Broom, Deputy Chief
Phone: 5757601485 **Email:** Matthew.broom@dps.nm.gov

SECTION II: FISCAL IMPACT

APPROPRIATION (dollars in thousands)

| Appropriation | | Recurring or Nonrecurring | Fund Affected |
|---------------|------|---------------------------|---------------|
| FY26 | FY27 | | |
| NFI | NFI | N/A | N/A |
| | | | |

(Parenthesis () indicate expenditure decreases)

REVENUE (dollars in thousands)

| Estimated Revenue | | | Recurring or Nonrecurring | Fund Affected |
|-------------------|------|------|---------------------------|---------------|
| FY26 | FY27 | FY28 | | |
| NFI | NFI | NFI | N/A | N/A |
| | | | | |

(Parenthesis () indicate revenue decreases)

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

| | FY26 | FY27 | FY28 | 3 Year Total Cost | Recurring or Nonrecurring | Fund Affected |
|--------------|------|------|------|-------------------|---------------------------|---------------|
| Total | NFI | NFI | NFI | N/A | N/A | N/A |

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to:
 Duplicates/Relates to Appropriation in the General Appropriation Act

SECTION III: NARRATIVE

BILL SUMMARY

This bill grants a time-limited gross receipts tax deduction for receipts from the retail sales of certain firearms, bows and fishing and camping equipment and supplies—provided the seller does not operate under a franchise agreement. The deduction applies only to sales made annually between 12:01 a.m. on September 8 through midnight December 31 of each year. Imposes sales price limits only on camping and fishing supplies to qualify for the exemption.

FISCAL IMPLICATIONS

No Fiscal Impact to DPS.

SIGNIFICANT ISSUES

No Significant Issues to DPS.

PERFORMANCE IMPLICATIONS

No Performance Implications to DPS.

ADMINISTRATIVE IMPLICATIONS

No Administrative Implications to DPS.

CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

None.

TECHNICAL ISSUES

No Technical Issues to DPS.

OTHER SUBSTANTIVE ISSUES

None from DPS.

ALTERNATIVES

None at this time for DPS.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

Status Quo will remain.

AMENDMENTS

None from DPS.