

**2021 PROPOSED
WORK PLAN AND MEETING SCHEDULE
for the
REVENUE STABILIZATION AND TAX POLICY COMMITTEE**

Members

Sen. Benny Shendo, Jr., Chair
Rep. Javier Martínez, Vice Chair
Sen. Craig W. Brandt
Sen. William F. Burt
Rep. Micaela Lara Cadena
Sen. Pete Campos
Rep. Christine Chandler
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Sen. George K. Munoz
Sen. Harold Pope
Rep. Larry R. Scott
Sen. Elizabeth "Liz" Stefanics
Rep. James R.J. Strickler
Sen. Peter Wirth

Designees

Rep. Rebecca Dow
Sen. Katy M. Duhigg
Rep. Joshua Hernandez
Rep. Tara L. Lujan
Rep. Marian Matthews
Rep. Rod Montoya
Rep. Kristina Ortez
Sen. Gerald Ortiz y Pino
Sen. Shannon D. Pinto
Rep. Linda Serrato
Sen. William E. Sharer
Sen. Mimi Stewart
Sen. Bill Tallman
Rep. Luis M. Terrazas

Work Plan

The Revenue Stabilization and Tax Policy Committee is a statutorily created joint interim legislative committee. Pursuant to Section 2-16-3 NMSA 1978, the committee is directed to "examine the statutes, constitutional provisions, regulations and court decisions governing revenue stabilization and tax policy in New Mexico and recommend legislation or changes if any are found to be necessary...". In the 2021 interim, as time permits, the committee proposes to:

1. review the state's primary revenue sources and the impact that the COVID-19 pandemic has had on revenue from those resources, as well as the impact of federal funds that the state has received to provide relief from the pandemic;
2. hear a discussion on General Fund reserves, including potential changes to the relationship of the operating reserve and the Tax Stabilization Reserve;
3. hear from the Taxation and Revenue Department on the implementation of destination-based sourcing of the gross receipts tax, to be effective on July 1, 2021 as provided in House Bill 6 (2019), including impacts to state and local government revenues, with particular attention to revenue shifting from municipalities to county areas in oil-producing areas of the state;

4. receive reports on recreational cannabis after enactment of House Bill 2 (2021 1st S.S.), including progress on licensing and regulation, tax collection implementation and demand and revenue forecasts;

5. in addition to the annual tax expenditure report from the Taxation and Revenue Department on the state's tax expenditures and how they impact the state's budget and economic development initiatives, receive:

a. reports from the Taxation and Revenue Department, Economic Development Department and New Mexico Finance Authority on programs enacted to provide economic relief to local governments, businesses and individuals during the pandemic; and

b. reports from the Economic Development Department on certain specific economic development tax incentives, such as the film tax credits and the impact of changes made to those credits after enactment of Senate Bill 2 (2019); and

6. determine legislative actions necessary to implement changes identified by committee members that will improve the state's tax system and revenue stabilization.

**Revenue Stabilization and Tax Policy Committee
2021 Proposed Meeting Schedule**

<u>Date</u>	<u>Location</u>
June 9	Video Conference
July 15	Santa Fe, State Capitol, Room 322
August 9-11	Santa Fe, State Capitol, Room 322
September 2	Santa Fe, State Capitol, Room 322
September 27-29	Santa Fe, State Capitol, Room 322
November 22-23	Santa Fe, State Capitol, Room 322