COMMENTS ON LOCAL GOVERNMENT HOLD HARMLESS GRT DISTRIBUTIONS

PRESENTED TO THE REVENUE STABILIZATION AND TAX POLICY COMMITTEE

JULY 16, 2012

NEW MEXICO ASSOCIATION OF COUNTIES

NMAC

Tito Chavez, Lobbyist

New Mexico Association of Counties

Topics & Attachments

ATTACHMENT A

COUNTY HOLD HARMLESS DISTRIBUTIONS ESTIMATES FY11-12

***Fiscal Year July 2011 - June 2012**

(Distributions for May/June are not yet available – Estimates of three-year averages for these months were utilized)

	Food Distributions	Medical Distributions	County Totals
Bernalillo County	$6,757,039.10	$3,466,814.86	$10,223,853.96
Catron County	$9,411.01	$19.63	$9,430.64
Chaves County	$696,630.58	$136,222.91	$832,853.49
Cibola County	$281,382.66	$28,878.66	$310,261.32
Colfax County	$34,182.60	$8,454.27	$42,636.87
Curry County	$453,728.14	$138,880.14	$592,608.28
De Baca County	$20,821.45	$0.00	$20,821.45
Dona Ana County	$1,319,254.76	$472,989.91	$1,792,244.67
Eddy County	$284,480.43	$46,991.78	$331,472.21
Grant County	$308,210.19	$84,131.31	$392,341.50
Guadalupe County	$31,553.95	$29,080.20	$60,634.15
Harding County	$1,207.75	$0.00	$1,207.75
Hidalgo County	$21,740.89	$1,372.23	$23,113.12
Lea County	$297,178.86	$12,724.45	$309,903.31
Lincoln County	$88,803.43	$13,541.95	$102,345.38
Los Alamos	$1,134,492.27	$733,828.72	$1,868,320.99
Luna County	$218,674.87	$31,346.87	$250,021.74
McKinley County	1,447,824.88	80,865.58	1,528,690.46
Mora County	$3,844.93	$140.39	$3,985.32
Otero County	$316,412.90	$67,629.08	$384,041.98
Quay County	$112,710.00	$5,280.77	$117,990.77
Rio Arriba County	$455,109.52	$54,279.95	$509,389.47
Roosevelt County	$288,013.56	$14,569.59	$302,583.15
San Juan County	$1,874,721.02	$582,424.59	$2,457,145.61
San Miguel County	$230,267.96	$55,257.17	$285,525.13
Sandoval County	$394,671.62	$86,982.24	$481,653.86
Santa Fe County	$5,801,745.65	$1,050,204.78	$6,851,950.43
Sierra County	$75,968.06	$7,125.62	$83,093.68
Socorro County	$194,040.28	$9,456.79	$203,497.07
Taos County	$663,016.42	$101,575.15	$764,591.57
Torrance County	$40,964.24	$16,921.03	$57,885.27
Union County	$51,145.56	$751.14	$51,896.70
Valencia County	$497,720.65	$83,573.33	$581,293.98
TOTALS	**$24,406,970.19**	**$7,422,315.09**	**$31,829,285.28**

- Source: FY12 RP-500 run 2012-7-9
- County Supported Medicaid Fund is not reflected in these totals
- Los Alamos is also listed under municipal numbers
- Distributions - The distribution pursuant to Subsection A of this section is in lieu of revenue that would have been received by the county but for the deductions provided by Sections 7-9-92 and 7-9-93 NMSA 1978. The distribution shall be considered gross receipts tax revenue and shall be used by the county in the same manner as gross receipts tax revenue, including payment of gross receipts tax revenue bonds.

ATTACHMENT B: COUNTY HOLD HARMLESS DISTRIBUTIONS FY10-11

Fiscal Year July 2010 - June 2011			
	Food Distributions	**Medical Distributions**	**County Totals**
Bernalillo County	$6,619,768.47	$3,157,310.32	$9,777,078.79
Catron County	$3,831.11	$134.40	$3,965.51
Chaves County	$645,498.93	$110,732.06	$756,230.99
Cibola County	$275,993.17	$39,198.47	$315,191.64
Colfax County	$31,248.36	$11,515.54	$42,763.90
Curry County	$407,803.15	$145,739.31	$553,542.46
De Baca County	$19,236.50	$0.00	$19,236.50
Dona Ana County	$1,238,209.55	$465,821.50	$1,704,031.05
Eddy County	$264,195.65	$48,743.41	$312,939.06
Grant County	$297,108.29	$92,025.78	$389,134.07
Guadalupe County	$56,427.01	$25,044.16	$81,471.17
Harding County	$1,046.16	$0.00	$1,046.16
Hidalgo County	$28,654.66	$68.10	$28,722.76
Lea County	$266,548.22	$18,406.85	$284,955.07
Lincoln County	$116,888.30	$13,429.35	$130,317.65
Los Alamos	$1,115,830.35	$672,927.64	$1,788,757.99
Luna County	$217,297.56	$30,211.99	$247,509.55
McKinley County	$1,377,223.60	$75,967.81	$1,453,191.41
Mora County	$29,081.05	$1,805.40	$30,886.45
Otero County	$317,223.47	$71,268.47	$388,491.94
Quay County	$121,624.69	$4,433.45	$126,058.14
Rio Arriba County	$389,893.34	$30,524.77	$420,418.11
Roosevelt County	$288,646.89	$14,324.71	$302,971.60
San Juan County	$1,708,047.57	$501,251.48	$2,209,299.05
San Miguel County	$238,098.06	$67,226.16	$305,324.22
Sandoval County	$384,104.65	$70,839.70	$454,944.35
Santa Fe County	$2,349,719.63	$830,225.38	$3,179,945.01
Sierra County	$191,443.28	$10,100.12	$201,543.40
Socorro County	$73,439.97	$5,265.83	$78,705.80
Taos County	$667,785.48	$104,308.34	$772,093.82
Torrance County	$46,455.83	$22,688.94	$69,144.77
Union County	$49,685.05	$1,267.94	$50,952.99
Valencia County	$488,535.96	$70,227.28	$558,763.24
TOTALS	**$20,326,593.96**	**$6,713,034.66**	**$27,039,628.62**

- Source: FY11 RP-500 run 2011-08-14
- $1,720,000 for County Supported Medicaid Fund is not reflected in these totals
- Los Alamos is also listed under municipal numbers
- Distributions - The distribution pursuant to Subsection A of this section is in lieu of revenue that would have been received by the county but for the deductions provided by Sections 7-9-92 and 7-9-93 NMSA 1978. The distribution shall be considered gross receipts tax revenue and shall be used by the county in the same manner as gross receipts tax revenue, including payment of gross receipts tax revenue bonds.

ATTACHMENT C

COUNTY GROSS RECEIPTS TAX (GRT)
LOCAL OPTION INCREMENTS
DESCRIPTION AND IMPOSITION, BY COUNTY
AS OF JULY 1, 2012

NAME OF TAX AND INCREMENTS AUTHORIZED Unless otherwise noted, all increments are imposed countywide	**STATUTES AND COUNTIES IMPOSING TAX**
COUNTY GROSS RECEIPTS TAX	**7-20E-9 through 7-20E-11**
First 1/8 cent (general purpose and/or county road fund)	All counties
Second 1/8 cent (county indigent patients)	All but Harding, & Socorro
Third 1/8 cent (general purpose)	25 counties
Fourth 1/16 cent (general purpose)	21 counties

COUNTY INFRASTRUCTURE GROSS RECEIPTS TAX General purposes, waste/wastewater facilities, jails, economic development, etc.	**(7-20E-19)**
First 1/16 cent	10 counties
Second 1/16 cent	10 counties

COUNTY CAPITAL OUTLAY GROSS RECEIPTS TAX Building & infrastructure projects, payment of revenue bonds for infrastructure; requires imposition of all county general and county infrastructure GRT. As of July 1, 2010, the law no longer requires these pre-requisites.	**(7-20E-21)**
First 1/16 cent	6 counties
Second 1/16 cent	6 counties
Third 1/16 cent	6 counties
Fourth 1/16 cent	6 counties

EMERGENCY COMMUNICATIONS & EMERGENCY MEDICAL & BEHAVIORAL HEALTH SERVICES GROSS RECIPTS TAX Eligibility contingent on having emergency communications center and/or behavioral health services facility. May be imposed countywide or outside incorporated areas only.	**(7-20E-22)**
First 1/16 cent	11 counties
Second 1/16 cent	11 counties
Third 1/16th cent	9 counties
Fourth 1/16th cent	8 counties

COUNTY EDUCATION GROSS RECEIPTS TAX For payment of county education GRT bonds for public school capital projects & off-campus program capital projects. Only Taos county authorized.	**(7-20E-20)**
One 1/2 cent increment	Taos

COUNTY HEALTHCARE GROSS RECEIPTS TAX Must be dedicated to the state's County-Supported Medicaid Fund	**(7-20E-18)**
First 1/16th cent	16 counties
Second 1/16th cent (available only to counties w/ populations over 500,000)	Bernalillo

SPECIAL COUNTY HOSPITAL GROSS RECEIPTS TAX For operations & maintenance of hospital care of sick & indigent persons (Quay) & county ambulance transport or rural health clinic costs (Luna).	**(7-20E-13 & 7-20E-14)**
1/8 cent increment	Quay and Luna
LOCAL HOSPITAL GROSS RECEIPTS TAX	**(7-20C-1 through 7-20C-17)**
First, second, third, and fourth 1/8 cent increments	Roosevelt and Cibola
1/8 cent for acquiring, renovating, equipping county hospital facility building or county 24 hour urgent care or emergency facility, or for operation & maintenance. Authorized for Colfax, Hidalgo, Lincoln, Luna, Valencia.	No counties have imposed
Four 1/8 cent increments to pay principal & interest on revenue bonds for acquisition of land or buildings for hospital or healthcare facilities. Authorized for Los Alamos, Quay, San Juan, Sierra, Torrance, & Union counties.	See list below.

First 1/8 cent	Cibola, Quay, Roosevelt, San Juan, Union
Second 1/8 cent	Cibola, Quay, Roosevelt, Union
Third 1/8 cent	Cibola, Quay, Roosevelt
Fourth 1/8 cent	Cibola, Quay, Roosevelt

COUNTY HOSPITAL EMERGENCY GROSS RECEIPTS TAX To repay bonds or loans for acquiring, equipping, remodeling, or improving county hospital or health facilities.	**(7-20E-12.1)**
1/4 cent increment	Sierra

COUNTY CORRECTIONAL FACILITY GROSS RECEIPTS TAX Originally for purchasing & constructing jails; expanded to include operating, and transportation of prisoners.	**(7-20F-1 through 7-20F-12)**
First 1/16 cent	25 counties
Second 1/16 cent	25 counties

COUNTY ENVIRONMENTAL SERVICES GROSS RECEIPTS TAX For acquiring, constructing, operating, & maintaining solid waste, water, wastewater, sewer & other systems. Imposed <u>only</u> on businesses outside incorporated municipalities.	**(7-20E-17)**
First 1/8 cent	29 counties

COUNTY FIRE PROTECTION SERVICES GROSS RECEIPTS TAX For operational expenses (no salaries), ambulance services, capital outlay costs of independent fire districts or county ambulance services. Imposed <u>only</u> on businesses outside incorporated municipalities.	**(7-20E-15 & 7-20E-16)**

Can be either 1/8 or 1/4 cent. All imposing counties except Los Alamos have enacted ¼ cent	19 counties

COUNTY REGIONAL TRANSIT GROSS RECEIPTS TAX For purposes authorized in the Regional Transit District Act. County must be member of a regional transit district; all counties in district must elect to enact.	**(7-20E-23)**
Four 1/16 cent increments are available; all 7counties imposing the tax are currently at 1/8th cent.	Bernalillo, Los Alamos, Rio Arriba, Sandoval, Santa Fe, Taos. Valencia

COUNTY QUALITY OF LIFE GROSS RECEIPTS TAX	**(7-20E-24)**
Four 1/16 cent increments	No counties

COUNTY REGIONAL SPCEPORT GROSS RECEIPTS TAX Must be member of a regional spaceport district & must impose tax by 12/31/08.	**(7-20E-25)**
First and second 1/16 cent increments	Dona Ana & Sierra counties only

COUNTY WATER & SANITATION GROSS RECEIPTS TAX For operation of water and sanitation districts.	**(7-20E-26)**
One 1/4 cent increment	No counties

COUNTY BUSINESS RETENTION GROSS RECEIPTS TAX To retain local businesses in a county.	**(7-20E-27)**
Four 1/16th cent increments	Lincoln county only

Data Source: New Mexico Department of Taxation & Revenue
County Gross Receipts Tax Local Options, revised June 11, 2012
Enactment Dates of Local Option Taxes, as of July 1, 2021

Questions or comments to Tasia Young, tyoung@nmcounties.org.