

HOUSE BILL 271

49TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2010

INTRODUCED BY

Roberto "Bobby" J. Gonzales

AN ACT

RELATING TO TAXATION; INCREASING THE MOTOR VEHICLE EXCISE TAX;  
DISTRIBUTING A PORTION OF THE INCREASE IN EXCISE TAX TO THE  
STATE ROAD FUND.

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

Section 1. Section 7-14-4 NMSA 1978 (being Laws 1988,  
Chapter 73, Section 14) is amended to read:

"7-14-4. DETERMINATION OF AMOUNT OF MOTOR VEHICLE EXCISE  
TAX.--The rate of the motor vehicle excise tax is [~~three~~] four  
percent and is applied to the price paid for the vehicle. If  
the price paid does not represent the value of the vehicle in  
the condition that existed at the time it was acquired, the tax  
rate shall be applied to the reasonable value of the vehicle in  
such condition at such time. However, allowances granted for  
vehicle trade-ins may be deducted from the price paid or the

.181389.2

underscoring material = new  
[bracketed material] = delete

underscored material = new  
[bracketed material] = delete

1 reasonable value of the vehicle purchased."

2 Section 2. Section 7-14-10 NMSA 1978 (being Laws 1988,  
3 Chapter 73, Section 20, as amended) is amended to read:

4 "7-14-10. DISTRIBUTION OF PROCEEDS.--The receipts from  
5 the tax and any associated interest and penalties shall be  
6 deposited in the "motor vehicle suspense fund", hereby created  
7 in the state treasury. As of the end of each month:

8 A. eighty-seven and one-half percent of the net  
9 receipts attributable to the tax and associated penalties and  
10 interest shall be distributed to the general fund; and

11 B. twelve and one-half percent of the net receipts  
12 attributable to the tax and associated penalties and interest  
13 shall be distributed to the state road fund."

14 Section 3. APPLICABILITY.--The distribution pursuant to  
15 Section 2 of this act applies to receipts from the motor  
16 vehicle excise tax that are attributable to transactions  
17 subject to the tax on or after July 1, 2010.

18 Section 4. EFFECTIVE DATE.--The effective date of the  
19 provisions of this act is July 1, 2010.