

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

SENATE BILL 163

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

INTRODUCED BY

John M. Sapien

AN ACT

RELATING TO TAXATION; PROVIDING THAT RECEIPTS OF VETERAN-OWNED
BUSINESSES FROM WORK PERFORMED FOR THE FEDERAL GOVERNMENT ARE
EXEMPT FROM THE GROSS RECEIPTS TAX.

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

Section 1. A new section of the Gross Receipts and
Compensating Tax Act is enacted to read:

"~~[NEW MATERIAL]~~ EXEMPTION--GROSS RECEIPTS TAX--VETERAN-
OWNED BUSINESSES.--

A. Exempted from the gross receipts tax are the
receipts of a veteran-owned business that are received from the
federal government for services conducted pursuant to a
contract or subcontract with the federal government.

B. As used in this section:

(1) "veteran" means a person who served in the

underscored material = new
[bracketed material] = delete

underscoring material = new
~~[bracketed material] = delete~~

1 active military, naval or air service and who was discharged or
2 released from service under conditions other than dishonorable;
3 and

4 (2) "veteran-owned business" means a business
5 entity of which not less than fifty-one percent is owned by one
6 or more veterans or, in the case of a publicly owned business,
7 of which not less than fifty-one percent of the stock is owned
8 by one or more veterans; and of which the administration,
9 management, daily operations and long-term decision-making are
10 controlled by one or more veterans."

11 Section 2. EFFECTIVE DATE.--The effective date of the
12 provisions of this act is July 1, 2010.