

1 SENATE BILL 266

2 **52ND LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2015**

3 INTRODUCED BY

4 George K. Munoz

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10 AN ACT

11 RELATING TO TAXATION; EXCLUDING A COUNTY FROM THE HOLD HARMLESS
12 DISTRIBUTION REDUCTIONS IF THE COUNTY DOES NOT EXPERIENCE
13 CERTAIN INCREASES IN THE GROSS RECEIPTS TAX BASE.

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

16 SECTION 1. A new section of the Tax Administration Act is
17 enacted to read:

18 "[NEW MATERIAL] EXCEPTION TO THE REDUCTIONS IN HOLD
19 HARMLESS DISTRIBUTIONS TO COUNTIES TO OFFSET THE FOOD AND
20 HEALTH CARE PRACTITIONER SERVICES DEDUCTION.--

21 A. Notwithstanding the requirements of Section
22 7-1-6.47 NMSA 1978, a distribution pursuant to that section to
23 a county that does not have in effect and has not had in effect
24 a county hold harmless gross receipts tax shall not be reduced
25 if the county has experienced an average annual increase in the

.199068.1

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underscoring material = new
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1 county's gross receipts tax base of less than eleven and seven-
2 tenths percent beginning on or after July 1, 2014.

3 B. As used in this section, "gross receipts tax
4 base" means the gross receipts tax base of a county, not
5 including receipts that may be deducted pursuant to Section
6 7-9-92 or 7-9-93 NMSA 1978."

7 SECTION 2. EFFECTIVE DATE.--The effective date of the
8 provisions of this act is July 1, 2015.