

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 149

**44TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION,
2000**

INTRODUCED BY
Stuart Ingle

AN ACT

RELATING TO TAXATION; PROVIDING A GROSS RECEIPTS TAX
DEDUCTION FOR SALES OF CERTAIN CLOTHING AND FOOTWEAR DURING A
DESIGNATED THREE-DAY PERIOD IN AUGUST PRIOR TO THE BEGINNING
OF EACH SCHOOL YEAR.

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 DEDUCTION--GROSS RECEIPTS TAX--SALE OF
CERTAIN CLOTHING AND FOOTWEAR FOR LIMITED PERIOD.--

A. Receipts from the sale of an article of
clothing or footwear designed to be worn on or about the
human body may be deducted from gross receipts if:

(1) the sales price of the article is less
than one hundred dollars (\$100); and

(2) the sale takes place during the period

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

1 beginning at 12:01 a.m. on the first Friday in August and
2 ending at midnight on the following Sunday.

3 B. The provisions of Subsection A of this section
4 do not apply to receipts from the sale of:

5 (1) any special clothing or footwear that is
6 primarily designed for athletic activity or protective use
7 and that is not normally worn except when used for the
8 athletic activity or protective use for which it is designed;

9 (2) accessories, including jewelry,
10 handbags, luggage, umbrellas, wallets, watches and similar
11 items carried on or about the human body, without regard to
12 whether worn on the body in a manner characteristic of
13 clothing; and

14 (3) the rental of clothing or footwear."

15 Section 2. EFFECTIVE DATE.--The effective date of the
16 provisions of this act is July 1, 2000.

17 - 2 -

18
19
20
21
22
23
24
25