SENATE BILL 43

44TH LEGISLATURE - STATE OF NEW MEXICO - 2ND SPECIAL SESSION, 2000

INTRODUCED BY

Sue Wilson

AN ACT

RELATING TO TAXATION; PROVIDING A GROSS RECEIPTS TAX

DEDUCTION FOR CERTAIN SOFTWARE SERVICES; ENACTING A NEW

SECTION OF THE GROSS RECEIPTS AND COMPENSATING TAX ACT;

DECLARING AN EMERGENCY.

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

SOFTWARE SERVICES.--

A. As used in this section, "software services"

means the development of computer programming and the

creation of internet web sites.

B. A deduction from gross receipts may be made for

receipts from the sale of software services that are

performed at a place of business located outside the

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boundaries of incorporated municipalities of more than forty

thousand population according to the most recent federal

decennial census."

Section 2.   EFFECTIVE DATE.--The effective date of the

provisions of this act is July 1, 2000.

Section 3.   EMERGENCY.--It is necessary for the public

peace, health and safety that this act take effect

immediately.

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