

1 SENATE BILL 303

2 **51ST LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2014**

3 INTRODUCED BY

4 Michael S. Sanchez

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10 AN ACT

11 RELATING TO TAXATION; INCREASING THE MOTOR VEHICLE EXCISE TAX;
12 PROVIDING FOR A DISTRIBUTION OF THE MOTOR VEHICLE EXCISE TAX TO
13 THE LOTTERY TUITION FUND.

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

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

18 "7-14-4. DETERMINATION OF AMOUNT OF MOTOR VEHICLE EXCISE
19 TAX.--The rate of the motor vehicle excise tax is three and
20 seventy-five hundredths percent and is applied to the price
21 paid for the vehicle. If the price paid does not represent the
22 value of the vehicle in the condition that existed at the time
23 it was acquired, the tax rate shall be applied to the
24 reasonable value of the vehicle in such condition at such time.
25 However, allowances granted for vehicle trade-ins may be

.196240.1

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1 deducted from the price paid or the reasonable value of the
2 vehicle purchased."

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

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

10 A. eighty percent of the receipts attributable to
11 the tax and associated penalties and interest shall be
12 distributed to the general fund; and

13 B. twenty percent of the receipts attributable to
14 the tax and associated penalties and interests shall be
15 distributed to the lottery tuition fund."

16 SECTION 3. APPLICABILITY.--The distributions pursuant to
17 Section 2 of this act apply to receipts from the motor vehicle
18 excise tax that are attributable to sales that occur on or
19 after July 1, 2014.

20 SECTION 4. EFFECTIVE DATE.--The effective date of the
21 provisions of this act is July 1, 2014.