

Proposed
HOUSE COMMERCE AND ECONOMIC DEVELOPMENT
COMMITTEE SUBSTITUTE FOR
HOUSE BILL 592

57TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2025

AN ACT

RELATING TO THE PUBLIC PEACE, HEALTH, SAFETY AND WELFARE;
INCREASING THE INCOME LIMITS FOR THE SOCIAL SECURITY INCOME
EXEMPTION BY TWENTY THOUSAND DOLLARS (\$20,000) EVERY YEAR PRIOR
TO TAXABLE YEAR 2031; REMOVING THE INCOME CAP FOR A TAXABLE
YEAR BEGINNING IN 2031.

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

SECTION 1. Section 7-2-5.14 NMSA 1978 (being Laws 2022,
Chapter 47, Section 7) is amended to read:

"7-2-5.14. EXEMPTION--SOCIAL SECURITY INCOME.--An
individual may claim an exemption in an amount equal to the
amount included in adjusted gross income pursuant to Section 86
of the Internal Revenue Code, as that section may be amended or
renumbered, of income includable except for this exemption in
net income; provided that the individual's adjusted gross

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1 income prior to taxable year 2031 shall not exceed:

2 A. for taxable year 2025:

3 ~~[A.]~~ (1) seventy-five thousand dollars
4 (\$75,000) for married individuals filing separate returns;

5 ~~[B.]~~ (2) one hundred fifty thousand dollars
6 (\$150,000) for heads of household, surviving spouses and
7 married individuals filing joint returns; and

8 ~~[C.]~~ (3) one hundred thousand dollars
9 (\$100,000) for single individuals;

10 B. for taxable year 2026:

11 (1) ninety-five thousand dollars (\$95,000) for
12 married individuals filing separate returns;

13 (2) one hundred seventy thousand dollars
14 (\$170,000) for heads of household, surviving spouses and
15 married individuals filing joint returns; and

16 (3) one hundred twenty thousand dollars
17 (\$120,000) for single individuals;

18 C. for taxable year 2027:

19 (1) one hundred fifteen thousand dollars
20 (\$115,000) for married individuals filing separate returns;

21 (2) one hundred ninety thousand dollars
22 (\$190,000) for heads of household, surviving spouses and
23 married individuals filing joint returns; and

24 (3) one hundred forty thousand dollars
25 (\$140,000) for single individuals;

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1 D. for taxable year 2028:

2 (1) one hundred thirty-five thousand dollars
3 (\$135,000) for married individuals filing separate returns;

4 (2) two hundred ten thousand dollars
5 (\$210,000) for heads of household, surviving spouses and
6 married individuals filing joint returns; and

7 (3) one hundred sixty thousand dollars
8 (\$160,000) for single individuals;

9 E. for taxable year 2029:

10 (1) one hundred fifty-five thousand dollars
11 (\$155,000) for married individuals filing separate returns;

12 (2) two hundred thirty thousand dollars
13 (\$230,000) for heads of household, surviving spouses and
14 married individuals filing joint returns; and

15 (3) one hundred eighty thousand dollars
16 (\$180,000) for single individuals; and

17 F. for taxable year 2030:

18 (1) one hundred seventy-five thousand dollars
19 (\$175,000) for married individuals filing separate returns;

20 (2) two hundred fifty thousand dollars
21 (\$250,000) for heads of household, surviving spouses and
22 married individuals filing joint returns; and

23 (3) two hundred thousand dollars (\$200,000)
24 for single individuals."

25 SECTION 2. APPLICABILITY.--The provisions of this act

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1 apply to taxable years beginning on or after January 1, 2025.

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