

NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.

Only the most recent FIR version, excluding attachments, is available on the Intranet. Previously issued FIRs and attachments may be obtained from the LFC office in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

SPONSOR:	Wright	DATE TYPED:	01/31/00	HB	90
SHORT TITLE:	Disabled Veteran Tax Exemption			SB	
				ANALYST:	Williams

REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY00	FY01			
No Significant Fiscal Impact				

(Parenthesis () Indicate Revenue Decreases)

Relates to HB278, HJR3, SJR2

SOURCES OF INFORMATION

Taxation and Revenue Department (TRD)

SUMMARY

Synopsis of Bill

Endorsed by Revenue Stabilization and Tax Policy Committee. Authorizes an exemption from property tax for the residence of certain disabled veteran when the home has been specially adapted for the disability using a federal government grant. Ssurviving spouses are entitled to the exemption as long as they live in the home. The Veterans Service Commission, TRD, and county assessors would determine qualifications. The bill also makes technical changes to the Property Tax Code. The bill would be effective for property tax year 2000.

Significant Issues

This bill would implement an amendment to Article 8, Section 5 of the New Mexico Constitution approved by voters in the 1998 general election.

FISCAL IMPLICATIONS

No significant fiscal impact. TRD estimates less than 100 veterans would qualify for the exemption. If the average tax liability was \$1,000 per eligible veteran, the statewide impact on property taxes would be \$100.0. Rates would adjust accordingly, and TRD estimates a net impact of less than \$25.0.

AW/gm