RELATING TO ECONOMIC DEVELOPMENT; PROVIDING FOR MILITARY BASE RETENTION AND RELATED ECONOMIC ENHANCEMENT; PROVIDING A COMPENSATING TAX DEDUCTION FOR TEST ARTICLES USED IN RESEARCH OR TESTING; DECLARING AN EMERGENCY.

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

Section 1. Section 9-15-48 NMSA 1978 (being Laws 2003, Chapter 166, Section 1 and Laws 2003, Chapter 170, Section 1) is amended to read:

"9-15-48. OFFICE OF MILITARY BASE PLANNING AND SUPPORT CREATED--DUTIES.--

- A. The "office of military base planning and support" is created, which is administratively attached to the economic development department. The department shall provide administrative services to the office.
- B. The governor's homeland security adviser shall appoint a director of the office of military base planning and support.
- C. The director of the office of military base planning and support shall:
- (1) employ, under the authorization of the governor's homeland security adviser, the staff necessary to carry out the work of the office of military base planning and support and the military base planning commission;

1	(2) support the commission;
2	(3) inform the governor and the governor's
3	homeland security adviser about issues impacting the military
4	bases in the state, including infrastructure requirements,
5	environmental needs, military force structure possibilities,
6	tax implications, property considerations and issues
7	requiring coordination and support from other state agencies;
8	(4) serve as a liaison with the community
9	organizations whose purpose is to support the long-term
10	viability of the military bases;
11	(5) communicate with the staff of the
12	state's congressional delegation; and
13	(6) identify issues, prepare information and
14	provide for presentations necessary for the commission to
15	carry out its duties."
16	Section 2. Section 9-15-49 NMSA 1978 (being Laws 2003,
17	Chapter 166, Section 2 and Laws 2003, Chapter 170, Section 2)
18	is amended to read:
19	"9-15-49. MILITARY BASE PLANNING COMMISSION CREATED
20	COMPOSITION
21	A. The "military base planning commission" is
22	created, which is administratively attached to the economic
23	development department. The department shall provide
24	administrative services to the commission.
25	B. The commission consists of fifteen members,

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thirteen of which are appointed by the governor with the advice and consent of the senate. The commission shall include the lieutenant governor, the governor's homeland security adviser and appropriate representatives from the counties, or adjoining counties, in which military bases are located.

- C. The governor shall appoint a chair from among the members of the commission. The commission shall meet at the call of the chair and shall meet not less than quarterly. Members of the commission shall not be paid but shall receive per diem and mileage expenses as provided in the Per Diem and Mileage Act.
- D. Notwithstanding the provisions of the Open Meetings Act, meetings of the commission shall be closed to the public when proprietary alternative New Mexico military base realignment or closure strategies or any information regarding relocation of military units is discussed.
- E. Information developed or obtained by the commission that pertains to proprietary commission strategies or related to the relocation of military units shall be confidential and not subject to inspection pursuant to the Inspection of Public Records Act."
- Section 3. A new section of the Gross Receipts and Compensating Tax Act is enacted to read:

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A. The value of test articles upon which research
or testing is conducted in New Mexico pursuant to a contract
with the United States department of defense may be deducted
in computing the compensating tax due.

- B. As used in this section, "test article" means a material or device upon which research or testing is conducted to determine the properties and qualities of the material or the properties, qualities or functioning of the device or a technology used with the device.
- C. The deduction provided by this section does not apply to the value of property purchased by a prime contractor operating a facility designated as a national laboratory by an act of congress."

Section 4. EMERGENCY.--It is necessary for the public peace, health and safety that this act take effect immediately.

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