

HOUSE GOVERNMENT AND URBAN AFFAIRS COMMITTEE SUBSTITUTE FOR
HOUSE BILL 274

47TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2006

AN ACT

RELATING TO TAXATION; AUTHORIZING IMPOSITION OF ADDITIONAL
HEALTH CARE GROSS RECEIPTS TAX IN CERTAIN COUNTIES.

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

Section 1. Section 7-20E-18 NMSA 1978 (being Laws 1991,
Chapter 212, Section 7, as amended) is amended to read:

"7-20E-18. COUNTY HEALTH CARE GROSS RECEIPTS TAX--
AUTHORITY TO IMPOSE RATE.--

A. The majority of the members of the governing
body of any county may enact an ordinance imposing an excise
tax at a rate of one-sixteenth [~~of one~~] percent of the gross
receipts of any person engaging in business in the county for
the privilege of engaging in business in the county. Any
ordinance imposing an excise tax pursuant to this section shall
not be subject to a referendum. The governing body of a county

.161534.1

underscoring material = new
[bracketed material] = delete

1 shall, at the time of enacting an ordinance imposing the tax,
2 dedicate the revenue to the county-supported medicaid fund.

3 [~~B.~~] This tax is to be referred to as the "county health care
4 gross receipts tax".

5 B. In addition to the imposition of the county
6 health care gross receipts tax authorized by Subsection A of
7 this section, the majority of the members of the governing body
8 of a county having a population of more than five hundred
9 thousand persons according to the most recent federal decennial
10 census may enact an ordinance imposing an additional one-
11 sixteenth percent increment of county health care gross
12 receipts tax. The governing body of the county shall, at the
13 time of enacting an ordinance imposing the additional increment
14 of county health care gross receipts tax, dedicate the revenue
15 to the support of indigent patients.

16 C. Any ordinance enacted [~~under~~] pursuant to the
17 provisions of Subsection A or B of this section shall include
18 an effective date of either July 1 or January 1 in accordance
19 with the provisions of the County Local Option Gross Receipts
20 Taxes Act."

21 Section 2. EFFECTIVE DATE.--The effective date of the
22 provisions of this act is July 1, 2006.