

1 SENATE BILL 226

2 **55TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2021**

3 INTRODUCED BY

4 George K. Munoz

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9  
10 AN ACT

11 RELATING TO TAXATION; ALLOWING CERTAIN MUNICIPALITIES TO RETAIN  
12 NINETY PERCENT OF A DISTRIBUTION TO OFFSET GROSS RECEIPTS  
13 DEDUCTIONS FOR FOOD AND HEALTH CARE PRACTITIONER SERVICES;  
14 CLARIFYING THAT CERTAIN OTHER MUNICIPALITIES AND COUNTIES THAT  
15 DID NOT HAVE IN EFFECT ON JUNE 30, 2019 A HOLD HARMLESS GROSS  
16 RECEIPTS TAX ARE EXEMPT FROM THE PHASE-OUT OF THAT  
17 DISTRIBUTION.

18  
19 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

20 SECTION 1. Section 7-1-6.46 NMSA 1978 (being Laws 2004,  
21 Chapter 116, Section 1, as amended) is amended to read:

22 "7-1-6.46. DISTRIBUTION TO MUNICIPALITIES--OFFSET FOR  
23 FOOD DEDUCTION AND HEALTH CARE PRACTITIONER SERVICES  
24 DEDUCTION.--

25 A. For a municipality that ~~[has not elected to~~

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1 ~~impose]~~ did not have in effect on June 30, 2019 a municipal  
2 hold harmless gross receipts tax through an ordinance and that  
3 has a population of less than ten thousand according to the  
4 most recent federal decennial census, a distribution pursuant  
5 to Section 7-1-6.1 NMSA 1978 shall be made to [~~a~~] the  
6 municipality in an amount, subject to any increase or decrease  
7 made pursuant to Section 7-1-6.15 NMSA 1978, equal to the [sum  
8 of:

9 ~~(1) the total deductions claimed pursuant to~~  
10 ~~Section 7-9-92 NMSA 1978 for the month by taxpayers from~~  
11 ~~business locations attributable to the municipality multiplied~~  
12 ~~by the sum of the combined rate of all municipal local option~~  
13 ~~gross receipts taxes in effect in the municipality for the~~  
14 ~~month plus one and two hundred twenty-five thousandths percent;~~  
15 and

16 ~~(2) the total deductions claimed pursuant to~~  
17 ~~Section 7-9-93 NMSA 1978 for the month by taxpayers from~~  
18 ~~business locations attributable to the municipality multiplied~~  
19 ~~by the sum of the combined rate of all municipal local option~~  
20 ~~gross receipts taxes in effect in the municipality for the~~  
21 ~~month plus one and two hundred twenty-five thousandths percent]~~  
22 applicable maximum distribution for the municipality.

23 B. For a municipality that did not have in effect  
24 on June 30, 2019 a municipal hold harmless gross receipts tax  
25 through an ordinance and that has a population of at least ten

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1 thousand but less than twenty-five thousand according to the  
2 most recent federal decennial census, except a municipality in  
3 an H class county, a distribution pursuant to Section 7-1-6.1  
4 NMSA 1978 shall be made to the municipality in an amount,  
5 subject to any increase or decrease made pursuant to Section  
6 7-1-6.15 NMSA 1978, equal to ninety percent of the applicable  
7 maximum distribution for the municipality.

8           ~~[B.]~~ C. For a municipality not described in  
9 Subsection A or B of this section, a distribution pursuant to  
10 Section 7-1-6.1 NMSA 1978 shall be made to the municipality in  
11 an amount, subject to any increase or decrease made pursuant to  
12 Section 7-1-6.15 NMSA 1978, equal to the ~~[sum of:~~

13                   ~~(1) the total deductions claimed pursuant to~~  
14 ~~Section 7-9-92 NMSA 1978 for the month by taxpayers from~~  
15 ~~business locations attributable to the municipality multiplied~~  
16 ~~by the sum of the combined rate of all municipal local option~~  
17 ~~gross receipts taxes in effect in the municipality on January~~  
18 ~~1, 2007 plus one and two hundred twenty-five thousandths~~  
19 ~~percent in the following percentages:~~

20                                   ~~(a) prior to July 1, 2015, one hundred~~  
21 ~~percent;~~

22                                   ~~(b) on or after July 1, 2015 and prior~~  
23 ~~to July 1, 2016, ninety-four percent;~~

24                                   ~~(c) on or after July 1, 2016 and prior~~  
25 ~~to July 1, 2017, eighty-eight percent;~~

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1 ~~(d) on or after July 1, 2017 and prior~~  
2 ~~to July 1, 2018, eighty-two percent;~~

3 ~~(e) on or after July 1, 2018 and prior~~  
4 ~~to July 1, 2019, seventy-six percent;~~

5 ~~(f) on or after July 1, 2019 and prior~~  
6 ~~to July 1, 2020, seventy percent;~~

7 ~~(g) on or after July 1, 2020 and prior~~  
8 ~~to July 1, 2021, sixty-three percent;~~

9 ~~(h) on or after July 1, 2021 and prior~~  
10 ~~to July 1, 2022, fifty-six percent;~~

11 ~~(i) on or after July 1, 2022 and prior~~  
12 ~~to July 1, 2023, forty-nine percent;~~

13 ~~(j) on or after July 1, 2023 and prior~~  
14 ~~to July 1, 2024, forty-two percent;~~

15 ~~(k) on or after July 1, 2024 and prior~~  
16 ~~to July 1, 2025, thirty-five percent;~~

17 ~~(l) on or after July 1, 2025 and prior~~  
18 ~~to July 1, 2026, twenty-eight percent;~~

19 ~~(m) on or after July 1, 2026 and prior~~  
20 ~~to July 1, 2027, twenty-one percent;~~

21 ~~(n) on or after July 1, 2027 and prior~~  
22 ~~to July 1, 2028, fourteen percent; and~~

23 ~~(o) on or after July 1, 2028 and prior~~  
24 ~~to July 1, 2029, seven percent; and~~

25 ~~(2) the total deductions claimed pursuant to~~

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1 ~~Section 7-9-93 NMSA 1978 for the month by taxpayers from~~  
2 ~~business locations attributable to the municipality multiplied~~  
3 ~~by the sum of the combined rate of all municipal local option~~  
4 ~~gross receipts taxes in effect in the municipality on January~~  
5 ~~1, 2007 plus one and two hundred twenty-five thousandths~~  
6 ~~percent in] applicable maximum distribution for the~~  
7 municipality multiplied by the following percentages:

8 ~~[(a) prior to July 1, 2015, one hundred~~  
9 ~~percent;~~

10 ~~(b) on or after July 1, 2015 and prior~~  
11 ~~to July 1, 2016, ninety-four percent;~~

12 ~~(c) on or after July 1, 2016 and prior~~  
13 ~~to July 1, 2017, eighty-eight percent;~~

14 ~~(d) on or after July 1, 2017 and prior~~  
15 ~~to July 1, 2018, eighty-two percent;~~

16 ~~(e) on or after July 1, 2018 and prior~~  
17 ~~to July 1, 2019, seventy-six percent;~~

18 ~~(f) on or after July 1, 2019 and prior~~  
19 ~~to July 1, 2020, seventy percent;~~

20 ~~(g) on or after July 1, 2020 and prior~~  
21 ~~to July 1, 2021, sixty-three percent;~~

22 ~~(h)]~~ (1) on or after July 1, 2021 and prior to  
23 July 1, 2022, fifty-six percent;

24 ~~(i)]~~ (2) on or after July 1, 2022 and prior  
25 to July 1, 2023, forty-nine percent;

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1                    [~~(j)~~] (3) on or after July 1, 2023 and prior  
2 to July 1, 2024, forty-two percent;

3                    [~~(k)~~] (4) on or after July 1, 2024 and prior  
4 to July 1, 2025, thirty-five percent;

5                    [~~(l)~~] (5) on or after July 1, 2025 and prior  
6 to July 1, 2026, twenty-eight percent;

7                    [~~(m)~~] (6) on or after July 1, 2026 and prior  
8 to July 1, 2027, twenty-one percent;

9                    [~~(n)~~] (7) on or after July 1, 2027 and prior  
10 to July 1, 2028, fourteen percent; ~~and~~

11                    [~~(o)~~] (8) on or after July 1, 2028 and prior to  
12 July 1, 2029, seven percent; and

13                    (9) on and after July 1, 2029, zero percent.

14                    [~~E.—The~~] D. A distribution pursuant to

15 [~~Subsections A and B of~~] this section is in lieu of revenue  
16 that would have been received by the municipality but for the  
17 deductions provided by Sections 7-9-92 and 7-9-93 NMSA 1978.

18 The distribution shall be considered gross receipts tax revenue  
19 and shall be used by the municipality in the same manner as  
20 gross receipts tax revenue, including payment of gross receipts  
21 tax revenue bonds. [~~A distribution pursuant to this section to~~  
22 ~~a municipality not described in Subsection A of this section or~~  
23 ~~to a municipality that has imposed a gross receipts tax through~~  
24 ~~an ordinance that does not provide a deduction contained in the~~  
25 ~~Gross Receipts and Compensating Tax Act shall not be made on or~~

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1 ~~after July 1, 2029.~~

2 ~~D.]~~ E. If the [~~reductions~~] changes made by this  
3 [~~2013~~] 2021 act to the distributions made pursuant to  
4 [~~Subsections A and B of~~] this section impair the ability of a  
5 municipality to meet its principal or interest payment  
6 obligations for revenue bonds that are outstanding prior to  
7 July 1, [~~2013~~] 2021 and that are secured by the pledge of all  
8 or part of the municipality's revenue from the distribution  
9 made pursuant to this section, then the amount distributed  
10 pursuant to this section to that municipality shall be  
11 increased by an amount sufficient to meet the required payment;  
12 provided that the total amount distributed to that municipality  
13 pursuant to this section does not exceed the amount that would  
14 have been due that municipality pursuant to this section as it  
15 was in effect on June 30, [~~2013~~] 2021.

16 ~~E.]~~ F. For the purposes of this section:

17 (1) "business locations attributable to the  
18 municipality" means business locations:

19 ~~(1)~~ (a) within the municipality;  
20 ~~(2)~~ (b) on land owned by the state,  
21 commonly known as the "state fairgrounds", within the exterior  
22 boundaries of the municipality;

23 ~~(3)~~ (c) outside the boundaries of the  
24 municipality on land owned by the municipality; and

25 ~~(4)~~ (d) on an Indian reservation or

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1 pueblo grant in an area that is contiguous to the municipality  
2 and in which the municipality performs services pursuant to a  
3 contract between the municipality and the Indian tribe or  
4 Indian pueblo if: [~~(a)~~] 1) the contract describes an area in  
5 which the municipality is required to perform services and  
6 requires the municipality to perform services that are  
7 substantially the same as the services the municipality  
8 performs for itself; and [~~(b)~~] 2) the governing body of the  
9 municipality has submitted a copy of the contract to the  
10 secretary; and

11 (2) "maximum distribution" means:

12 (a) for a municipality that did not have  
13 in effect on June 30, 2019 a municipal hold harmless gross  
14 receipts tax and that has a population of less than twenty-five  
15 thousand according to the most recent federal decennial census,  
16 the total deductions claimed pursuant to Sections 7-9-92 and  
17 7-9-93 NMSA 1978 for the month by taxpayers from business  
18 locations attributable to the municipality multiplied by the  
19 sum of the combined rate of all municipal local option gross  
20 receipts taxes in effect in the municipality for the month plus  
21 one and two hundred twenty-five thousandths percent; and

22 (b) for a municipality not described in  
23 Subparagraph (a) of this paragraph, the total deductions  
24 claimed pursuant to Sections 7-9-92 and 7-9-93 NMSA 1978 for  
25 the month by taxpayers from business locations attributable to

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1 the municipality multiplied by the sum of the combined rate of  
2 all municipal local option gross receipts taxes in effect in  
3 the municipality on January 1, 2007 plus one and two hundred  
4 twenty-five thousandths percent.

5 ~~[F-]~~ G. A distribution pursuant to this section may  
6 be adjusted for a distribution made to a tax increment  
7 development district with respect to a portion of a gross  
8 receipts tax increment dedicated by a municipality pursuant to  
9 the Tax Increment for Development Act."

10 SECTION 2. Section 7-1-6.47 NMSA 1978 (being Laws 2004,  
11 Chapter 116, Section 2, as amended) is amended to read:

12 "7-1-6.47. DISTRIBUTION TO COUNTIES--OFFSET FOR FOOD  
13 DEDUCTION AND HEALTH CARE PRACTITIONER SERVICES DEDUCTION.--

14 A. For a county that ~~[has not elected to impose]~~  
15 did not have in effect on June 30, 2019 a county hold harmless  
16 gross receipts tax through an ordinance and that has a  
17 population of less than forty-eight thousand according to the  
18 most recent federal decennial census, a distribution pursuant  
19 to Section 7-1-6.1 NMSA 1978 shall be made to ~~[a]~~ the county in  
20 an amount, subject to any increase or decrease made pursuant to  
21 Section 7-1-6.15 NMSA 1978, equal to the ~~[sum of:~~

22 ~~(1) the total deductions claimed pursuant to~~  
23 ~~Section 7-9-92 NMSA 1978 for the month by taxpayers from~~  
24 ~~business locations within a municipality in the county~~  
25 ~~multiplied by the combined rate of all county local option~~

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1 ~~gross receipts taxes in effect for the month that are imposed~~  
2 ~~throughout the county;~~

3 ~~(2) the total deductions claimed pursuant to~~  
4 ~~Section 7-9-92 NMSA 1978 for the month by taxpayers from~~  
5 ~~business locations in the county but not within a municipality~~  
6 ~~multiplied by the combined rate of all county local option~~  
7 ~~gross receipts taxes in effect for the month that are imposed~~  
8 ~~in the county area not within a municipality;~~

9 ~~(3) the total deductions claimed pursuant to~~  
10 ~~Section 7-9-93 NMSA 1978 for the month by taxpayers from~~  
11 ~~business locations within a municipality in the county~~  
12 ~~multiplied by the combined rate of all county local option~~  
13 ~~gross receipts taxes in effect for the month that are imposed~~  
14 ~~throughout the county; and~~

15 ~~(4) the total deductions claimed pursuant to~~  
16 ~~Section 7-9-93 NMSA 1978 for the month by taxpayers from~~  
17 ~~business locations in the county but not within a municipality~~  
18 ~~multiplied by the combined rate of all county local option~~  
19 ~~gross receipts taxes in effect for the month that are imposed~~  
20 ~~in the county area not within a municipality] applicable~~  
21 ~~maximum distribution for the county.~~

22 B. For a county not described in Subsection A of  
23 this section, a distribution pursuant to Section 7-1-6.1 NMSA  
24 1978 shall be made to the county in an amount, subject to any  
25 increase or decrease made pursuant to Section 7-1-6.15 NMSA

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1 1978, equal to the ~~[sum of:~~

2 ~~(1) the total deductions claimed pursuant to~~  
3 ~~Section 7-9-92 NMSA 1978 for the month by taxpayers from~~  
4 ~~business locations within a municipality in the county~~  
5 ~~multiplied by the combined rate of all county local option~~  
6 ~~gross receipts taxes in effect on January 1, 2007 that are~~  
7 ~~imposed throughout the county in the following percentages:~~

8 ~~(a) prior to July 1, 2015, one hundred~~  
9 ~~percent;~~

10 ~~(b) on or after July 1, 2015 and prior~~  
11 ~~to July 1, 2016, ninety-four percent;~~

12 ~~(c) on or after July 1, 2016 and prior~~  
13 ~~to July 1, 2017, eighty-eight percent;~~

14 ~~(d) on or after July 1, 2017 and prior~~  
15 ~~to July 1, 2018, eighty-two percent;~~

16 ~~(e) on or after July 1, 2018 and prior~~  
17 ~~to July 1, 2019, seventy-six percent;~~

18 ~~(f) on or after July 1, 2019 and prior~~  
19 ~~to July 1, 2020, seventy percent;~~

20 ~~(g) on or after July 1, 2020 and prior~~  
21 ~~to July 1, 2021, sixty-three percent;~~

22 ~~(h) on or after July 1, 2021 and prior~~  
23 ~~to July 1, 2022, fifty-six percent;~~

24 ~~(i) on or after July 1, 2022 and prior~~  
25 ~~to July 1, 2023, forty-nine percent;~~

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1 ~~(j) on or after July 1, 2023 and prior~~  
2 ~~to July 1, 2024, forty-two percent;~~

3 ~~(k) on or after July 1, 2024 and prior~~  
4 ~~to July 1, 2025, thirty-five percent;~~

5 ~~(l) on or after July 1, 2025 and prior~~  
6 ~~to July 1, 2026, twenty-eight percent;~~

7 ~~(m) on or after July 1, 2026 and prior~~  
8 ~~to July 1, 2027, twenty-one percent;~~

9 ~~(n) on or after July 1, 2027 and prior~~  
10 ~~to July 1, 2028, fourteen percent; and~~

11 ~~(o) on or after July 1, 2028 and prior~~  
12 ~~to July 1, 2029, seven percent;~~

13 ~~(2) the total deductions claimed pursuant to~~  
14 ~~Section 7-9-92 NMSA 1978 for the month by taxpayers from~~  
15 ~~business locations in the county but not within a municipality~~  
16 ~~multiplied by the combined rate of all county local option~~  
17 ~~gross receipts taxes in effect on January 1, 2007 that are~~  
18 ~~imposed in the county area not within a municipality in the~~  
19 ~~following percentages:~~

20 ~~(a) prior to July 1, 2015, one hundred~~  
21 ~~percent;~~

22 ~~(b) on or after July 1, 2015 and prior~~  
23 ~~to July 1, 2016, ninety-four percent;~~

24 ~~(c) on or after July 1, 2016 and prior~~  
25 ~~to July 1, 2017, eighty-eight percent;~~

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1 ~~(d) on or after July 1, 2017 and prior~~  
2 ~~to July 1, 2018, eighty-two percent;~~

3 ~~(e) on or after July 1, 2018 and prior~~  
4 ~~to July 1, 2019, seventy-six percent;~~

5 ~~(f) on or after July 1, 2019 and prior~~  
6 ~~to July 1, 2020, seventy percent;~~

7 ~~(g) on or after July 1, 2020 and prior~~  
8 ~~to July 1, 2021, sixty-three percent;~~

9 ~~(h) on or after July 1, 2021 and prior~~  
10 ~~to July 1, 2022, fifty-six percent;~~

11 ~~(i) on or after July 1, 2022 and prior~~  
12 ~~to July 1, 2023, forty-nine percent;~~

13 ~~(j) on or after July 1, 2023 and prior~~  
14 ~~to July 1, 2024, forty-two percent;~~

15 ~~(k) on or after July 1, 2024 and prior~~  
16 ~~to July 1, 2025, thirty-five percent;~~

17 ~~(l) on or after July 1, 2025 and prior~~  
18 ~~to July 1, 2026, twenty-eight percent;~~

19 ~~(m) on or after July 1, 2026 and prior~~  
20 ~~to July 1, 2027, twenty-one percent;~~

21 ~~(n) on or after July 1, 2027 and prior~~  
22 ~~to July 1, 2028, fourteen percent; and~~

23 ~~(o) on or after July 1, 2028 and prior~~  
24 ~~to July 1, 2029, seven percent;~~

25 ~~(3) the total deductions claimed pursuant to~~

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1 ~~Section 7-9-93 NMSA 1978 for the month by taxpayers from~~  
2 ~~business locations within a municipality in the county~~  
3 ~~multiplied by the combined rate of all county local option~~  
4 ~~gross receipts taxes in effect on January 1, 2007 that are~~  
5 ~~imposed throughout the county in the following percentages:~~

6 (a) ~~prior to July 1, 2015, one hundred~~  
7 ~~percent;~~

8 (b) ~~on or after July 1, 2015 and prior~~  
9 ~~to July 1, 2016, ninety-four percent;~~

10 (c) ~~on or after July 1, 2016 and prior~~  
11 ~~to July 1, 2017, eighty-eight percent;~~

12 (d) ~~on or after July 1, 2017 and prior~~  
13 ~~to July 1, 2018, eighty-two percent;~~

14 (e) ~~on or after July 1, 2018 and prior~~  
15 ~~to July 1, 2019, seventy-six percent;~~

16 (f) ~~on or after July 1, 2019 and prior~~  
17 ~~to July 1, 2020, seventy percent;~~

18 (g) ~~on or after July 1, 2020 and prior~~  
19 ~~to July 1, 2021, sixty-three percent;~~

20 (h) ~~on or after July 1, 2021 and prior~~  
21 ~~to July 1, 2022, fifty-six percent;~~

22 (i) ~~on or after July 1, 2022 and prior~~  
23 ~~to July 1, 2023, forty-nine percent;~~

24 (j) ~~on or after July 1, 2023 and prior~~  
25 ~~to July 1, 2024, forty-two percent;~~

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1 ~~to July 1, 2018, eighty-two percent;~~

2 ~~(e) on or after July 1, 2018 and prior~~  
3 ~~to July 1, 2019, seventy-six percent;~~

4 ~~(f) on or after July 1, 2019 and prior~~  
5 ~~to July 1, 2020, seventy percent;~~

6 ~~(g) on or after July 1, 2020 and prior~~  
7 ~~to July 1, 2021, sixty-three percent;~~

8 ~~(h)]~~ (1) on or after July 1, 2021 and prior to  
9 July 1, 2022, fifty-six percent;

10 ~~[(i)]~~ (2) on or after July 1, 2022 and prior  
11 to July 1, 2023, forty-nine percent;

12 ~~[(j)]~~ (3) on or after July 1, 2023 and prior  
13 to July 1, 2024, forty-two percent;

14 ~~[(k)]~~ (4) on or after July 1, 2024 and prior  
15 to July 1, 2025, thirty-five percent;

16 ~~[(l)]~~ (5) on or after July 1, 2025 and prior  
17 to July 1, 2026, twenty-eight percent;

18 ~~[(m)]~~ (6) on or after July 1, 2026 and prior  
19 to July 1, 2027, twenty-one percent;

20 ~~[(n)]~~ (7) on or after July 1, 2027 and prior  
21 to July 1, 2028, fourteen percent; ~~and~~

22 ~~[(o)]~~ (8) on or after July 1, 2028 and prior to  
23 July 1, 2029, seven percent; and

24 (9) on and after July 1, 2029, zero percent.

25 C. ~~[The]~~ A distribution pursuant to ~~[Subsections A~~

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1 ~~and B of~~] this section is in lieu of revenue that would have  
2 been received by the county but for the deductions provided by  
3 Sections 7-9-92 and 7-9-93 NMSA 1978. The distribution shall  
4 be considered gross receipts tax revenue and shall be used by  
5 the county in the same manner as gross receipts tax revenue,  
6 including payment of gross receipts tax revenue bonds. [A  
7 ~~distribution pursuant to this section to a county not described~~  
8 ~~in Subsection A of this section or to a county that has imposed~~  
9 ~~a gross receipts tax through an ordinance that does not provide~~  
10 ~~a deduction contained in the Gross Receipts and Compensating~~  
11 ~~Tax Act shall not be made on or after July 1, 2029.~~]

12 D. If the [~~reductions~~] changes made by this [2013]  
13 2021 act to the distributions made pursuant to [~~Subsections A~~  
14 ~~and B of~~] this section impair the ability of a county to meet  
15 its principal or interest payment obligations for revenue bonds  
16 that are outstanding prior to July 1, [2013] 2021 and that are  
17 secured by the pledge of all or part of the county's revenue  
18 from the distribution made pursuant to this section, then the  
19 amount distributed pursuant to this section to that county  
20 shall be increased by an amount sufficient to meet the required  
21 payment; provided that the total amount distributed to that  
22 county pursuant to this section does not exceed the amount that  
23 would have been due that county pursuant to this section as it  
24 was in effect on June 30, [2013] 2021.

25 E. A distribution pursuant to this section may be

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1 adjusted for a distribution made to a tax increment development  
2 district with respect to a portion of a gross receipts tax  
3 increment dedicated by a county pursuant to the Tax Increment  
4 for Development Act.

5 F. For purposes of this section, "maximum  
6 distribution" means:

7 (1) for a county that did not have in effect  
8 on June 30, 2019 a county hold harmless gross receipts tax and  
9 that has a population of less than forty-eight thousand  
10 according to the most recent federal decennial census, the sum  
11 of:

12 (a) the total deductions claimed  
13 pursuant to Sections 7-9-92 and 7-9-93 NMSA 1978 for the month  
14 by taxpayers from business locations within a municipality in  
15 the county multiplied by the combined rate of all county local  
16 option gross receipts taxes in effect for the month that are  
17 imposed throughout the county; and

18 (b) the total deductions claimed  
19 pursuant to Sections 7-9-92 and 7-9-93 NMSA 1978 for the month  
20 by taxpayers from business locations in the county but not  
21 within a municipality multiplied by the combined rate of all  
22 county local option gross receipts taxes in effect for the  
23 month that are imposed in the county area not within a  
24 municipality; and

25 (2) for a county not described in Paragraph

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1 (1) of this subsection, the sum of:

2 (a) the total deductions claimed  
3 pursuant to Sections 7-9-92 and 7-9-93 NMSA 1978 for the month  
4 by taxpayers from business locations within a municipality in  
5 the county multiplied by the combined rate of all county local  
6 option gross receipts taxes in effect on January 1, 2007 that  
7 are imposed throughout the county; and

8 (b) the total deductions claimed  
9 pursuant to Sections 7-9-92 and 7-9-93 NMSA 1978 for the month  
10 by taxpayers from business locations in the county but not  
11 within a municipality multiplied by the combined rate of all  
12 county local option gross receipts taxes in effect on January  
13 1, 2007 that are imposed in the county area not within a  
14 municipality."

15 SECTION 3. EFFECTIVE DATE.--The effective date of the  
16 provisions of this act is July 1, 2021.

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