

HOUSE TAXATION AND REVENUE COMMITTEE SUBSTITUTE FOR
HOUSE BILL 46

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

AN ACT

RELATING TO FINANCIAL INSTITUTIONS; PROVIDING THAT PERSONAL
PROPERTY INTERESTS AND NOT REAL PROPERTY INTERESTS OF A
PARTICIPATING HEALTH FACILITY IN HEALTH-RELATED EQUIPMENT
PURCHASED, ACQUIRED, LEASED, FINANCED OR REFINANCED WITH
PROCEEDS OF BONDS ISSUED UNDER THE HOSPITAL EQUIPMENT LOAN ACT
ARE EXEMPT FROM PROPERTY TAXATION.

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

SECTION 1. Section 7-36-3 NMSA 1978 (being Laws 1975,
Chapter 218, Section 1, as amended) is amended to read:

"7-36-3. INDUSTRIAL REVENUE BOND, POLLUTION CONTROL BOND,
ECONOMIC DEVELOPMENT BOND AND REGIONAL AIR CENTER SPECIAL
ECONOMIC DISTRICT BOND PROJECT PROPERTY--HEALTH-RELATED
EQUIPMENT--TAX STATUS.--

A. Property interests of a lessee in project

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underscored material = new
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1 property held under a lease from a county or a municipality
2 under authority of an industrial revenue bond or pollution
3 control revenue bond act, the Statewide Economic Development
4 Finance Act or the Regional Air Center Special Economic
5 District Act are exempt from property taxation for as long as
6 there is an outstanding bonded indebtedness under the terms of
7 the revenue bonds issued for the acquisition of the project
8 property, but in no event for a period of more than thirty
9 years from the date of execution of the first lease of the
10 project to the lessee by the county or municipality.

11 B. Property interests of a person, other than a
12 public utility, arising out of the purchase of a project
13 authorized by the Industrial Revenue Bond Act, the County
14 Industrial Revenue Bond Act, the Pollution Control Revenue Bond
15 Act, the Statewide Economic Development Finance Act or the
16 Regional Air Center Special Economic District Act are exempt
17 from property taxation for as long as the project purchaser
18 remains liable to the project seller for any part of the
19 purchase price, but not to exceed thirty years from the date of
20 execution of the sale agreement.

21 C. Personal property interests of a participating
22 health facility in health-related equipment that is not real
23 property purchased, acquired, leased, financed or refinanced
24 with the proceeds of bonds issued under the Hospital Equipment
25 Loan Act are exempt from property taxation for as long as the

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1 participating health facility remains liable for any amount
2 under any lease, loan or other agreement securing the bonds,
3 but not to exceed thirty years from the date the bonds were
4 issued for the health-related equipment.

5 D. The exemptions from property taxation under this
6 section are not cumulative; provided, however, that the
7 exemptions may be applied consecutively if subsequent
8 exemptions relate to the financing of a new project or new
9 health-related equipment."

10 SECTION 2. APPLICABILITY.--The provisions of this act
11 apply to property tax years beginning on or after January 1,
12 2025.

underscoring material = new
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