

# SANTA FE COUNTY

Resolution No. 2011 - 180

## RESOLUTION SUPPORTING NEW MEXICO ASSOCIATION OF COUNTIES LEGISLATIVE INITIATIVE FOR THE 2012 REGULAR LEGISLATIVE SESSION REGARDING FAIR REPORTING OF GROSS RECEIPTS TAX PAYMENTS

**WHEREAS**, Section 7-9-2 NMSA 1978 states that “[t]he purpose of the Gross Receipts and Compensating Tax Act is to provide revenue for public purposes by levying a tax on the privilege of engaging in certain activities within New Mexico and to protect New Mexico businessmen from the unfair competition that would otherwise result from the importation into the state of property without payment of a similar tax”; and

**WHEREAS**, a contractor will recover gross receipts tax from its government customers for which services are provided; and

**WHEREAS**, in today’s economic climate vendors from around the country are bidding on and winning contracts for state and local public projects; and

**WHEREAS**, New Mexico counties and other local governments rely on gross receipts tax income to achieve the goals and objectives of the county and its residents; and

**WHEREAS**, the current existing system allows counties and other local governments to review vendors paying taxes in their jurisdictions; and

**WHEREAS**, no reporting system exists to inform those entities of vendors completing State projects within their jurisdiction and if those vendors are remitting collected gross receipts tax to the State of New Mexico with the proper location code.

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Commissioners of Santa Fe County supports legislation to add a new section to the Gross Receipts and Compensation Tax for direct payment of gross receipts for State, county or municipal projects; and

**BE IT FURTHER RESOLVED**, that this new section will include a system for State, county or municipalities that contract with a person engaging in business within their respective jurisdictions to ensure the imposed gross receipts tax for public projects is remitted directly to the New Mexico Taxation and Revenue Department with the proper location code.

**APPROVED and ADOPTED this 29<sup>th</sup> DAY OF NOVEMBER, 2011.**

**THE BOARD OF COUNTY COMMISSIONERS OF  
SANTA FE COUNTY**

By: \_\_\_\_\_

Virginia Vigil, Chair

SFC CLERK RECORDED 11/30/2011

