

ORDINANCE NUMBER 12-01

ADOPTING A MUNICIPAL INFRASTRUCTURE GROSS RECEIPTS TAX.

**NOW THEREFORE, BE IT ORDAINED BY THE GOVERNING BODY,
THE CITY COUNCIL, OF ROSWELL, NEW MEXICO, THAT:**

Section 1. Imposition of Tax. There is imposed on any person engaging in business in this municipality for the privilege of engaging in business in this municipality an excise tax equal to one-eighth of one percent (.125%) of the gross receipts reported or required to be reported by the person pursuant to the New Mexico Gross Receipts and Compensating Tax Act as it now exists or as it may be amended. The tax imposed under this ordinance is pursuant to the Municipal Local Option Gross Receipts Taxes Act as it now exists or as it may be amended and shall be known as the "municipal infrastructure gross receipts tax."

Section 2. General Provisions. This ordinance hereby adopts by reference all definitions, exemptions and deductions contained in the Gross Receipts and Compensating Tax Act as it now exists or as it may be amended.

Section 3. Specific Exemptions. No municipal infrastructure gross receipts tax shall be imposed on the gross receipts arising from:

- A. transporting persons or property for hire by railroad, motor vehicle, air transportation or any other means from one point within the municipality to another point outside the municipality;
- B. a business located outside the boundaries of a municipality on land owned by that municipality for which a state gross receipts tax distribution is made pursuant to Subsection C of Section 7-1-6.4 NMSA 1978; or,
- C. direct broadcast satellite services.

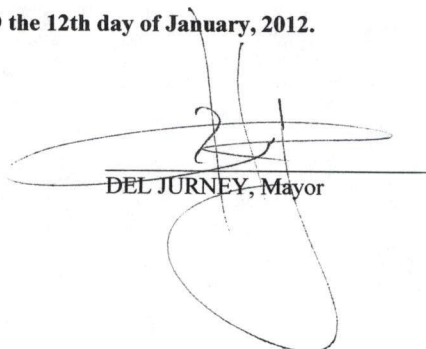
Section 4. Dedication. Revenue from the municipal infrastructure gross receipts tax will be used for one or more of the purpose(s) listed below:

- A. working with local qualifying entities to improve the general climate so they may be successful in retaining and creating new jobs;
- B. recruiting businesses and industry to expand the local economy and increase the number of local jobs; or,
- C. develop adequate infrastructure for business recruitment, retention and expansion.

Section 5. Effective Date. The effective date of the municipal infrastructure gross receipts tax shall be July 1, 2012.

PASSED, ADOPTED, SIGNED AND APPROVED the 12th day of January, 2012.




DEL JURNEY, Mayor

ATTEST:


DAVID KUNKO, City Clerk