

AN ORDINANCE ADOPTING A MUNICIPAL GROSS RECEIPTS TAX

BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF

ROSWELL, NEW MEXICO:

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 $4\frac{7}{8}$ percent 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 amended. The tax imposed under this ordinance is pursuant to the Municipal Gross Receipts Tax Act as it now exists or as amended and shall be known as the "municipal 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 amended.

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

A. the transmission of messages by wire or other means from one point within the municipality to another point outside the municipality;

B. 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; or

C. a business located outside the boundaries of a municipality on land owned by that municipality for which a gross receipts tax distribution is made pursuant to Subsection C of Section 7-1-6.4 NMSA 1978.

Section 4. Dedication. A portion of the revenue derived from the municipal gross receipts tax will be used for the purpose(s) listed below: Revenues derived from the municipal gross receipts tax will be placed in the municipal general fund.

Section 5. Effective Date. The effective date of the municipal gross receipts tax shall be January 1, 1985.

ADOPTED BY THE GOVERNING BODY OF ROSWELL, NEW MEXICO,

THIS 16th DAY OF July 19 84.

ATTEST:

Farrell L. Watson, Deputy
Municipal Clerk

[Signature]
Mayor

Petitions for a referendum on this tax increase were received August 14, 1984.

The referendum was held on December 11, 1984, with the following result:

For the tax increase	1,551
Against	1,561