

# VILLAGE OF LOS LUNAS



## MUNICIPAL GROSS RECEIPTS TAX INCREASE FACT SHEET

The Village of Los Lunas Council will vote on September 19, 2019 on Ordinance 447 to increase the Municipal Gross Receipts Tax (GRT) by 0.3625%. If passed, the current Municipal GRT would increase from the current rate of 8.3125% to 8.675% effective January 1, 2020.

The proposed increase is necessary to help the Village reduce the more than \$2 million annual gap in projected revenue that resulted from a 2013 change the State of New Mexico made in its payment to municipalities by eliminating gross receipts tax on food and some medical expenditures and the methods for helping municipalities reduce the short fall.

***The revenue generated by the Municipal GRT will be used for the Village of Los Lunas General Fund, which funds a variety of services to the residents of Los Lunas including:***

- Public Safety (police and fire)
- Parks and Recreation
- Public Library and Museum
- Community Development (planning, code enforcement, animal control, etc.)
- Infrastructure improvement (roads, sidewalks, street lights, trails, etc.)

***Per State Statute, the increased Municipal GRT will not apply to:***

- Transporting people 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;
- A business located outside the boundaries of the municipality
- Direct broadcast satellite services