

GROSS RECEIPTS TAX CREDIT FOR CERTAIN UNPAID DOCTOR SERVICES

WHO MUST FILE THIS FORM: Effective July 1, 2007, a licensed medical doctor or licensed osteopathic physician may claim a credit against gross receipts taxes due for the value of unpaid bills for medical care services performed while on call to a hospital. To qualify, a licensed medical doctor or a licensed osteopathic physician must provide the medical services while on call to a hospital; the value of the medical care services must be unpaid one year after the date of billing, and the licensed medical doctor or licensed osteopathic physician must have reason to believe the services will not be paid. **Important:** See the instructions for this form for further details regarding which unpaid medical services qualify and for details on what qualifies as "reason to believe the services will not be paid."

Important: To qualify for the credit the medical services do not need to be performed at a hospital, but must be related to being on call to the hospital.

Name of business		New Mexico CRS Identification No.
Enter the report period as shown on the attached CRS-1 Long Form _____ through _____ MM/DD/YY MM/DD/YY		Name and phone number of contact

Compute the credit amount on the worksheet below and attach to the New Mexico CRS-1 Long Form. Submit the CRS-1 Long Form and Form RPD-41323, *Gross Receipts Tax Credit for Certain Unpaid Doctor Services*, on or before the due date of the return. Mail to New Mexico Taxation and Revenue Department, P.O. Box 630, Santa Fe, New Mexico 87504-0630. For assistance call (505) 476-3683 or your local district office.

1. Enter the value of the unpaid qualified health care services included in this claim:
2. Enter the percentage rate of the credit applicable to this report period. See rate chart and *Exception for Delayed Billing* in the instructions for this form.
3. Multiply line 1 by line 2 and enter the product here. This is the amount of the credit claimed in this report period.
4. Enter the total unused credit available for carry forward from prior report periods.
5. Add lines 3 and 4. This is the total credit available in the current report period.

1.	
2.	%
3.	
4.	
5.	

I certify that: (Check all that apply.) You must be able to certify all of the following to claim this credit.

- The qualified health care services included in this claim were performed by a licensed medical doctor or a licensed osteopathic physician while on call to a hospital;
- The value of the qualified health care services does not exceed 130% of the reimbursement rate for the services under the Medicaid program administered by the New Mexico Human Services Department;
- The qualified health care services included in this claim remain unpaid one year after the date of billing; and
- The licensed medical doctor or licensed osteopathic physician has reason to believe the bill for the services will not be paid because:
 - at the time the services were provided, the person receiving the services had no health insurance or had health insurance that did not cover the services provided;
 - at the time the services were provided, the person receiving the services was not eligible for Medicaid; **and**
 - the charges are not reimbursable under a program established according to the Indigent Hospital and County Health Care Act.

I certify that I have examined this return including accompanying returns and statements, and to the best of my knowledge and belief, they are true, correct and complete.

Signature of taxpayer or agent	Title	Date
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State of New Mexico - Taxation and Revenue Department
**GROSS RECEIPTS TAX CREDIT FOR CERTAIN UNPAID DOCTOR SERVICES
INSTRUCTIONS**

The following constitutes “reason to believe the services will not be paid”:

1. at the time the services were provided, the person receiving the services had no health insurance or had health insurance that did not cover the services provided;
2. at the time the services were provided, the person receiving the services was not eligible for Medicaid; **and**
3. the charges are not reimbursable under a program established according to the Indigent Hospital and County Health Care Act.

The value of the health care services provided for which you are claiming the credit cannot exceed 130% of the reimbursement rate for the health care services provided under the Medicaid program administered by the New Mexico Human Services Department.

WHEN TO CLAIM THIS CREDIT: For qualified health care services billed on or after July 1, 2006, the credit must be claimed in the report period that includes the one-year anniversary of the date the person receiving the services was billed. For qualified health care services billed prior to July 1, 2006, the credit must be claimed in the report period beginning July 1, 2007.

If you claimed a credit in a prior report period and did not use the credit fully because the tax liability was less than the credit available, enter the unused credit amount on line 4 to carry forward the credit available.

Exception for Delayed Billing: If the actual billing date is more than 30 days from the date the services were performed, the credit must be claimed at the rate for the report period that includes the one-year anniversary of the 30th day following the date the services were performed. Use the rate for the applicable report period even though you cannot claim the credit until the report period that includes the one-year anniversary of the actual date of billing. If multiple rates for the same report period are needed, complete lines 1 and 3 of Form RPD-41323, and attach a schedule of the value of unpaid qualified health care services and the applicable rate used to compute the credit.

Tax credit for certain unpaid doctor services is subject to gross receipts tax. The amount of tax credit for certain unpaid doctor services is subject to gross receipts tax and must be included in gross receipts (Column D on the CRS-1 Long Form) in the report period during which the benefit of the tax credit is realized. For claimants reporting gross receipts on a cash basis, the credit is included in the report period in which the benefit of the credit is received. For claimants reporting gross receipts on an accrual basis, the credit is included in the report period in which the benefit of the credit is earned. For example, during the report period beginning July 1, 2007 and ending July 31, 2007, Doctor X qualifies for and claims the gross receipts tax credit for certain unpaid doctor services billed on July 5, 2006. Doctor X reports gross receipts on a cash basis and receives benefit from the tax credit against the gross receipts tax due for the July 2007 report period, in August 2007 when the tax due is offset by the claim for the tax credit. The amount of the tax credit taken against the July 2007 liability is reported in Column D of the CRS-1 Long Form for the report period for August 2007. If Doctor X reports gross receipts on an accrual basis, the receipts for the tax credit would be included in the July 2007 report period.

HOW TO CLAIM THIS CREDIT: To claim a credit for unpaid doctor services, you must file the full-page version of the New Mexico CRS-1 Long Form. Complete the CRS-1 Long Form and supplemental forms, if any, according to the instructions. Do not reduce the tax liability on the CRS-1 Long Form to reflect the credit claimed. Instead, underpay the tax liability shown on the return by the amount of the credit claimed. Do not enter an amount greater than the gross receipts tax due on the attached CRS-1 Long Form. If the computed total exceeds the liability due on the CRS-1 Long Form to which you wish to claim the credit, you may submit a claim for all or a portion of the excess during future report periods. Enter any unused credit available for carry forward from prior report periods on line 4, Form RPD-41323.

Submit the New Mexico CRS-1 Long Form and Form RPD-41323, *Gross Receipts Tax Credit for Certain Unpaid Doctor Services* on or before the due date of the return. Mail to New Mexico Taxation and Revenue Department, P.O. Box 630 Santa, Fe, New Mexico 87504-0630. For assistance call (505) 476-3683 or your local district office.

The amount of the credit for certain unpaid doctor services is:

For a report period beginning on or after (See exception)	But not after	Percentage of the value of unpaid qualified health care services
July 1, 2007	June 30, 2008	33%
July 1, 2008	June 30, 2009	67%
July 1, 2009	--	100%