

1 SENATE BILL 173

2 **55TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2022**

3 INTRODUCED BY

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10 AN ACT

11 RELATING TO TAXATION; CREATING THE HEALTH CARE PRECEPTOR INCOME
12 TAX CREDIT.

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14 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

15 SECTION 1. A new section of the Income Tax Act is enacted
16 to read:

17 "[NEW MATERIAL] HEALTH CARE PRECEPTOR INCOME TAX CREDIT.--

18 A. A taxpayer who is not a dependent of another
19 individual, who is a preceptor employed by any accredited New
20 Mexico institution of higher education and who has performed a
21 preceptorship of not less than four weeks in New Mexico may
22 apply for, and the department may allow, a credit against the
23 taxpayer's tax liability imposed pursuant to the Income Tax
24 Act. The tax credit provided by this section may be referred
25 to as the "health care preceptor income tax credit".

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1 B. The health care preceptor income tax credit
2 shall not exceed one thousand dollars (\$1,000) for up to five
3 preceptorships performed in the taxable year in which the
4 credit is claimed.

5 C. A taxpayer may claim a health care preceptor
6 income tax credit for the taxable year in which the taxpayer
7 performs a preceptorship. To receive the tax credit, a
8 taxpayer shall apply to the department on forms and in the
9 manner prescribed by the department. The application shall
10 include a certification made by the institution for which the
11 taxpayer is employed and for which the preceptorship was
12 performed.

13 D. That portion of a health care preceptor income
14 tax credit that exceeds a taxpayer's tax liability in the
15 taxable year in which the credit is claimed may be carried
16 forward and applied against the taxpayer's income tax liability
17 in succeeding years until the credit is exhausted.

18 E. A taxpayer allowed a tax credit pursuant to this
19 section shall report the amount of the credit to the department
20 in a manner required by the department.

21 F. The department shall compile an annual report on
22 the health care preceptor income tax credit that shall include
23 the number of taxpayers approved by the department to receive
24 the credit, the aggregate amount of credits approved and any
25 other information necessary to evaluate the effectiveness of

1 the credit. Each year that the credit is in effect, the
2 department shall present the report to the revenue
3 stabilization and tax policy committee and the legislative
4 finance committee with an analysis of the effectiveness and
5 cost of the tax credit.

6 G. As used in this section:

7 (1) "eligible graduate student" means an
8 individual matriculating at the graduate level at any
9 accredited New Mexico institution of higher education seeking a
10 degree in the areas of doctor of medicine, doctor of
11 osteopathy, advanced nursing practice, doctor of dental
12 surgery, pharmacy, psychology, psychiatry or dental medicine or
13 as a physician assistant;

14 (2) "eligible professional degree" means a
15 degree or certificate that fulfills a requirement to practice
16 as a medical doctor, osteopathic physician, advanced practice
17 nurse, physician assistant, dentist, pharmacist, psychologist
18 or psychiatrist;

19 (3) "preceptor" means an individual licensed
20 as a medical doctor, osteopathic physician, advanced practice
21 nurse, physician assistant, dentist, pharmacist, psychologist
22 or psychiatrist; and

23 (4) "preceptorship" means an uncompensated
24 period of supervised clinical training during which a preceptor
25 provides a program of personalized instruction, training and

1 supervision to an eligible graduate student to enable the
2 student to obtain an eligible professional degree."

3 SECTION 2. APPLICABILITY.--The provisions of this act
4 apply to taxable years beginning on or after January 1, 2022.

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