

House File 2270 - Introduced

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BY R. TAYLOR

A BILL FOR

1 An Act creating a physician donated services tax credit
2 available against the individual income tax, and including
3 effective date and applicability provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. NEW SECTION. 422.11C Physician donated services
2 tax credit.

3 1. As used in this section:

4 a. "Average hourly rate" means, with regard to a tax
5 year, the average hourly rate charged by the physician in the
6 immediately preceding tax year for the provision of health care
7 services.

8 b. "Health care services" means services included
9 in the furnishing to any individual of medical care, or
10 hospitalization, or incident to the furnishing of such care or
11 hospitalization, as well as the furnishing to any person of all
12 other services for the purposes of preventing, alleviating,
13 curing, or healing human physical or mental illness, injury,
14 or disability.

15 c. "Physician" means an individual who meets all of the
16 following requirements:

17 (1) The individual holds an unrestricted license under
18 chapter 148.

19 (2) The individual, either through the individual's
20 own practice or through the office or group with which the
21 physician practices, offers a charity care or hardship program
22 that offers free health care services to patients.

23 (3) The individual, either through the individual's
24 own practice or through the office or group with which the
25 physician practices, participates in the Medicaid program or
26 federal Medicare program.

27 2. The taxes imposed under this division, less the
28 credits allowed under section 422.12, shall be reduced by a
29 physician donated services tax credit equal to the product of
30 a physician's average hourly rate multiplied by the number of
31 hours of free health care services furnished on a voluntary
32 basis in this state by a physician during the tax year but
33 before July 1, 2019, rounded down to the nearest whole dollar,
34 not to exceed ten thousand dollars per physician per tax year.

35 3. Any credit in excess of the taxpayer's tax liability is

1 not refundable and shall not be credited to the tax liability
2 for any following year.

3 4. This section is repealed January 1, 2020.

4 Sec. 2. EFFECTIVE DATE. This Act takes effect January 1,
5 2015.

6 Sec. 3. APPLICABILITY. This Act applies to tax years
7 beginning on or after January 1, 2015, but before January 1,
8 2020.

9 Sec. 4. APPLICABILITY. This Act applies to free health
10 care services furnished on a voluntary basis in this state by a
11 physician on or after January 1, 2015, but before July 1, 2019.

12 EXPLANATION

13 The inclusion of this explanation does not constitute agreement with
14 the explanation's substance by the members of the general assembly.

15 This bill creates a physician donated services tax credit
16 available against the individual income tax.

17 The credit will be equal to the product of a physician's
18 average hourly rate multiplied by the number of hours of free
19 health care services furnished on a voluntary basis in this
20 state by a physician during the tax year. The credit shall not
21 exceed \$10,000 per physician per tax year. The credit applies
22 to services furnished by a physician on or after January 1,
23 2015, but before July 1, 2019. "Average hourly rate", "health
24 care services", and "physician" are all defined in the bill.

25 Any credit in excess of the taxpayer's tax liability is
26 nonrefundable and shall not be credited to the tax liability
27 for any following year.

28 The credit takes effect January 1, 2015, and applies to
29 tax years beginning on or after that date but before January
30 1, 2020. The credit applies to free health care services
31 furnished on a voluntary basis in this state by a physician on
32 or after January 1, 2015, but before July 1, 2019.

33 The credit is repealed January 1, 2020.