

PROGRAM: New Mexico Rural Software Development Gross Receipts Tax Deduction **Industry Specific Incentive**

AGENCY: Taxation and Revenue Department

DESCRIPTION: This allows software design or website development companies to claim a gross receipts tax deduction.

PROGRAM/LOAN STRUCTURE:

- Maximum Program Benefits: The deduction applies to software design and development, and website design and development.
- Rates: The gross receipts tax rate is approximately 7%.

QUALIFICATION CRITERIA/COMMENTS:

- Legislation specifies that an eligible company may not be located in the incorporated boundaries of Albuquerque, Las Cruces, Santa Fe or Rio Rancho.
- The company must have started after July 1, 2002.
- The deduction does not apply to software implementation and support services.
- See 7-9-57.2 NMSA
- Visit the Taxation and Revenue Department homepage at <http://www.state.nm.us/tax/home.htm> or find paperwork and applications at <http://www.state.nm.us/tax/BizPge.htm> .
- Call the office of the Secretary at (505)827-0341.