

HOUSE BILL 681

Q3
HB 182/07 – W&M

11r2027

By: **Delegates Frank, Afzali, Aumann, Bates, Boteler, Cluster, Dwyer, Eckardt, Elliott, Glass, Haddaway–Riccio, Hershey, Hogan, Hough, Jacobs, Krebs, McComas, McConkey, McDermott, W. Miller, Minnick, Morhaim, Nathan–Pulliam, Norman, O’Donnell, Otto, Ready, Schuh, Schulz, Serafini, Smigiel, Stocksdales, Weir, and Wood**

Introduced and read first time: February 9, 2011

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax – Credit for Long–Term Care Insurance**

3 FOR the purpose of altering certain limits on the State income tax credit for
4 employer–provided long–term care insurance; providing for the application of
5 this Act; and generally relating to State income tax credits for
6 employer–provided long–term care insurance.

7 BY repealing and reenacting, without amendments,
8 Article – Tax – General
9 Section 10–710(a)
10 Annotated Code of Maryland
11 (2010 Replacement Volume)

12 BY repealing and reenacting, with amendments,
13 Article – Tax – General
14 Section 10–710(b)
15 Annotated Code of Maryland
16 (2010 Replacement Volume)

17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
18 MARYLAND, That the Laws of Maryland read as follows:

19 **Article – Tax – General**

20 10–710.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (a) In this section, “long-term care insurance” has the meaning stated in §
2 18-101 of the Insurance Article.

3 (b) (1) Subject to the limitation under paragraph (2) of this subsection, an
4 employer may claim a tax credit in an amount equal to 5% of the costs incurred by the
5 employer during the taxable year to provide long-term care insurance as part of an
6 employee benefit package.

7 (2) The credit allowed under this section may not exceed the lesser of:

8 (i) ~~[\$5,000]~~ **\$15,000**; or

9 (ii) ~~[\$100]~~ **\$300** for each employee in the State covered by
10 long-term care insurance provided under the employee benefit package.

11 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
12 July 1, 2011, and shall be applicable to all taxable years beginning after December 31,
13 2010.