Sincerely,
Parris N. Glendening
Governor

House Bill No. 1003

AN ACT concerning

Tax Credit for Employer–Provided Long–Term Care Insurance

FOR the purpose of allowing certain credits against the State income tax, insurance premiums tax, financial institution franchise tax, and public service company franchise tax for certain costs incurred by employers that provide long–term care insurance as part of an employee benefits package; providing for the calculation of the credit; providing for the carryover of unused credit if the credit exceeds the total tax otherwise payable for a taxable year; providing for the application of this Act; requiring ~~that the Department of Legislative Services conduct a certain study and report to certain committees of the General Assembly; providing for the termination of this Act~~ *the Department of Health and Mental Hygiene to conduct a certain study and to report to the Governor and the General Assembly in a certain manner; requiring the Department of Health and Mental Hygiene to conduct a certain study and to report to the House Ways and Means Committee and the Senate Budget and Taxation Committee*; and generally relating to a tax credit against the State income tax, financial institution franchise tax, public service company franchise tax, and insurance premiums tax for employer–provided long–term care insurance.

BY adding to
Article – Tax – General
Section 8–218, 8–415, and 10–709
Annotated Code of Maryland
(1997 Replacement Volume)

BY adding to
Article – Insurance
Section 6–117
Annotated Code of Maryland
(1997 Volume)

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

Article – Tax – General

8–218.

A FINANCIAL INSTITUTION MAY CLAIM A CREDIT AGAINST THE FINANCIAL INSTITUTION FRANCHISE TAX FOR EMPLOYER–PROVIDED LONG–TERM CARE INSURANCE AS PROVIDED UNDER § 10–709 OF THIS ARTICLE.