
By: Delegate Benson

Introduced and read first time: January 25, 1996

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax - Subtraction Modification for Alcohol and Drug Treatment and**
3 **Rehabilitation Expenses**

4 FOR the purpose of allowing a subtraction modification under the Maryland individual
5 income tax for certain expenses paid by an individual for the alcohol or drug abuse
6 treatment or rehabilitation of another individual; and providing for the application
7 of this Act.

8 BY repealing and reenacting, without amendments,
9 Article - Tax - General
10 Section 10-208(a)
11 Annotated Code of Maryland
12 (1988 Volume and 1995 Supplement)

13 BY adding to
14 Article - Tax - General
15 Section 10-208(l)
16 Annotated Code of Maryland
17 (1988 Volume and 1995 Supplement)

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

20 **Article - Tax - General**

21 10-208.

22 (a) In addition to the modification under § 10-207 of this subtitle, the amounts
23 under this section are subtracted from the federal adjusted gross income of a resident to
24 determine Maryland adjusted gross income.

25 (L) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, THE
26 SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES EXPENSES NOT
27 COMPENSATED FOR BY INSURANCE OR OTHERWISE THAT ARE PAID BY THE
28 INDIVIDUAL DURING THE TAXABLE YEAR FOR THE ALCOHOL OR DRUG ABUSE
29 TREATMENT OR REHABILITATION OF ANOTHER INDIVIDUAL.

1 (2) IF THE INDIVIDUAL ITEMIZES DEDUCTIONS, EXPENSES THAT ARE
2 EXPENSES FOR THE MEDICAL CARE OF THE SPOUSE OR A DEPENDENT OF THE
3 INDIVIDUAL WITHIN THE MEANING OF § 213(A) OF THE INTERNAL REVENUE CODE
4 MAY BE INCLUDED IN THE SUBTRACTION UNDER THIS SECTION ONLY TO THE
5 EXTENT THAT THOSE EXPENSES DO NOT EXCEED 7.5% OF THE INDIVIDUAL'S
6 FEDERAL ADJUSTED GROSS INCOME.

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
8 July 1, 1996 and shall be applicable to all taxable years beginning after December 31,
9 1995.