

Department of Legislative Services
Maryland General Assembly

FISCAL NOTE
Revised

Senate Bill 333 (Senator Boozer)

Judicial Proceedings

Judgments - Exemptions from Claims of Creditors - Roth IRA

This bill provides that deductible contributions to a Roth IRA are exempt from claims of creditors. Under current law, contributions to a traditional IRA are exempt from claims of creditors.

Fiscal Summary

State Effect: Potential minimal decrease in revenues and/or increase in expenditures.

Local Effect: Potential minimal decrease in revenues and/or increase in expenditures.

Small Business Effect: Potential minimal.

Fiscal Analysis

State Effect: To the extent that people place funds into Roth IRAs that would otherwise not be exempted from execution (e.g., savings account funds), the bill could make it more difficult for the State to collect money from its judgment debtors, resulting in a decrease in collection revenues and/or an increase in collection costs.

Local Effect: To the extent that people place funds into Roth IRAs that would otherwise not be exempted from execution (e.g., savings account funds), the bill could make it more difficult for local governments to collect money from their judgment debtors, resulting in a decrease in collection revenues and/or an increase in collection costs.

Small Business Effect: To the extent that people place funds into Roth IRAs that would otherwise not be exempted from execution (e.g., savings account funds), the bill could make it more difficult for small businesses to collect money from their judgment debtors, resulting in a decrease in collection revenues and/or an increase in collection costs.

Information Source(s): Judiciary (Administrative Office of the Courts), Department of Legislative Services

Fiscal Note History: First Reader - March 4, 1998
tlw Revised - Enrolled Bill - April 17, 1998

Analysis by: Claire E. Rooney	Direct Inquiries to:
Reviewed by: David F. Roose	John Rixey, Coordinating Analyst
	(410) 841-3710
	(301) 858-3710