

HOUSE BILL 772

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Q7

1999 Regular Session
9r1406
CF 9r0275

By: **Delegates Redmer, Ports, Klausmeier, Stocksdales, Finifter, Rzepkowski,
Elliott, Cryor, Eckardt, O'Donnell, Parrott, Hubbard, Glassman, Boutin,
Dypski, Pitkin, and James**

Introduced and read first time: February 12, 1999

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Inheritance Tax - Credit for Long-Term Care Insurance Premiums**

3 FOR the purpose of allowing a credit against the inheritance tax for certain premiums
4 paid during the decedent's life for long-term care insurance coverage for the
5 decedent; providing for apportionment of the credit among persons receiving
6 property that passes from a decedent; providing for the application of this Act;
7 and generally relating to a credit against the inheritance tax for certain
8 premiums paid for long-term care insurance coverage for the decedent.

9 BY adding to

10 Article - Tax - General

11 Section 7-205

12 Annotated Code of Maryland

13 (1997 Replacement Volume and 1998 Supplement)

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

16 **Article - Tax - General**

17 7-205.

18 (A) A CREDIT IS ALLOWED AGAINST THE INHERITANCE TAX FOR AMOUNTS
19 PAID BY THE DECEDENT OR THE DECEDENT'S HEIRS WITHIN 10 YEARS OF THE
20 DECEDENT'S DEATH FOR PREMIUMS FOR LONG-TERM CARE INSURANCE COVERAGE
21 FOR THE DECEDENT.

22 (B) THE CREDIT ALLOWED UNDER THIS SECTION MAY NOT EXCEED \$1,000 FOR
23 EACH DECEDENT.

24 (C) (1) UNLESS OTHERWISE PROVIDED BY THE WILL OF THE DECEDENT,
25 THE CREDIT ALLOWED UNDER THIS SECTION SHALL BE APPORTIONED AMONG ALL
26 PERSONS RECEIVING PROPERTY THAT PASSES FROM A DECEDENT.

1 (2) THE APPORTIONMENT TO EACH PERSON SHALL BE MADE IN THE
2 PROPORTION THAT THE VALUE OF THE PROPERTY THAT PASSES FROM THE
3 DECEDENT TO THAT PERSON BEARS TO THE TOTAL VALUE OF PROPERTY THAT
4 PASSES FROM THE DECEDENT TO ALL PERSONS.

5 (3) THE VALUES USED IN DETERMINING THE TAX SHALL BE USED FOR
6 THE PURPOSE OF APPORTIONING THE CREDIT.

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
8 July 1, 1999, and shall be applicable to decedents dying on or after July 1, 1999.