Unofficial Copy Q3 HB 573/02 - ENV 2003 Regular Session 3lr1489

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Introduced and read first time: February 7, 2003

Assigned to: Ways and Means

### A BILL ENTITLED

## 1 AN ACT concerning

# 2 Maryland Breast Cancer Research Fund - Income Tax Checkoff

- 3 FOR the purpose of establishing the Maryland Breast Cancer Research Fund within
- 4 the Department of Health and Mental Hygiene to be used to provide grants for
- 5 breast cancer research; requiring that all expenditures from the Fund be made
- 6 only through an appropriation in the annual State budget or through an
- 7 approved budget amendment; requiring the Secretary of Health and Mental
- 8 Hygiene to adopt certain regulations; requiring the Secretary to submit a
- 9 certain report each year to the General Assembly on the administration of the
- Fund; requiring the Comptroller to include a checkoff on individual income tax
- 11 return forms for voluntary contributions to the Fund and to include certain
- information in each individual income tax return package; requiring the
- 13 Comptroller to collect and account for contributions made through the checkoff
- system and to credit the proceeds to the Fund after deducting the amount
- necessary to administer the checkoff; providing for the application of this Act;
- and generally relating to the Maryland Breast Cancer Research Fund and an
- income tax checkoff for contributions to the Fund.
- 18 BY adding to
- 19 Article Health General
- 20 Section 20-117
- 21 Annotated Code of Maryland
- 22 (2000 Replacement Volume and 2002 Supplement)
- 23 BY adding to
- 24 Article Tax General

- 1 Section 2-112 and 10-804(h)
- 2 Annotated Code of Maryland
- 3 (1997 Replacement Volume and 2002 Supplement)
- 4 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 5 MARYLAND, That the Laws of Maryland read as follows:
- 6 Article Health General
- 7 20-117.
- 8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 9 INDICATED.
- 10 (2) "BREAST CANCER RESEARCH" INCLUDES RESEARCH TO DEVELOP
- 11 AND ADVANCE THE UNDERSTANDING OF BREAST CANCER AND THE TECHNIQUES
- 12 AND MODALITIES EFFECTIVE IN THE PREVENTION, CURE, SCREENING, AND
- 13 TREATMENT OF BREAST CANCER.
- 14 (3) "FUND" MEANS THE MARYLAND BREAST CANCER RESEARCH FUND 15 ESTABLISHED UNDER THIS SECTION.
- 16 (4) "INCOME TAX CHECKOFF SYSTEM" MEANS THE CHECKOFF SYSTEM 17 ESTABLISHED UNDER § 2-112 OF THE TAX GENERAL ARTICLE.
- 18 (B) (1) THERE IS A MARYLAND BREAST CANCER RESEARCH FUND.
- 19 (2) THE NET PROCEEDS FROM CONTRIBUTIONS UNDER THE INCOME
- 20 TAX CHECKOFF SYSTEM AND ANY OTHER DONATIONS TO THE FUND SHALL BE
- 21 CREDITED TO THE FUND.
- 22 (3) THE SECRETARY SHALL ADMINISTER THE FUND.
- 23 (4) THE FUND SHALL BE USED ONLY FOR BREAST CANCER RESEARCH
- 24 AS PROVIDED IN SUBSECTION (C) OF THIS SECTION.
- 25 (5) THE FUND SHALL BE MAINTAINED FOR THE PURPOSES STATED IN
- 26 THIS SECTION AND UNSPENT PORTIONS OF THE FUND SHALL REMAIN IN THE FUND
- 27 AND MAY NOT REVERT TO THE GENERAL FUND OF THE STATE.
- 28 (6) MONEYS EXPENDED FROM THE FUND FOR BREAST CANCER
- 29 RESEARCH ARE SUPPLEMENTAL AND ARE NOT INTENDED TO TAKE THE PLACE OF
- 30 FUNDING THAT WOULD OTHERWISE BE APPROPRIATED TO THE DEPARTMENT FOR
- 31 BREAST CANCER RESEARCH.
- 32 (7) ALL EXPENDITURES FROM THE FUND SHALL BE MADE ONLY IN
- 33 ACCORDANCE WITH AN APPROPRIATION APPROVED BY THE GENERAL ASSEMBLY IN
- 34 THE ANNUAL STATE BUDGET OR THROUGH AN APPROVED BUDGET AMENDMENT
- 35 UNDER §§ 7-209 AND 7-210 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

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1 (C) THE SECRETARY MAY DISTRIBUTE NOT MORE THAN 5% OF THE NET (1) 2 PROCEEDS OF THE FUND TO A PROMOTIONAL ACCOUNT TO BE USED TO PROMOTE 3 FURTHER DONATIONS TO THE FUND. AFTER MAKING THE DISTRIBUTION ALLOWED UNDER PARAGRAPH 5 (1) OF THIS SUBSECTION, THE SECRETARY SHALL USE THE REMAINDER OF THE NET 6 PROCEEDS OF THE FUND ONLY TO PROVIDE GRANTS TO ELIGIBLE PHYSICIANS, 7 HOSPITALS, LABORATORIES, EDUCATIONAL INSTITUTIONS, AND OTHER 8 ORGANIZATIONS AND PERSONS TO CONDUCT BREAST CANCER RESEARCH. ON OR BEFORE AUGUST 31 OF EACH YEAR, THE SECRETARY SHALL 10 SUBMIT A REPORT TO THE GENERAL ASSEMBLY, PURSUANT TO § 2-1246 OF THE 11 STATE GOVERNMENT ARTICLE. ON THE ADMINISTRATION OF THE MARYLAND 12 BREAST CANCER RESEARCH FUND. 13 (2) THE REPORT REQUIRED UNDER THIS SUBSECTION SHALL INCLUDE: THE GROSS AMOUNT OF DONATIONS TO THE FUND THROUGH 14 (I) 15 THE INCOME TAX CHECKOFF SYSTEM AND OTHERWISE; THE COSTS OF ADMINISTRATION BY THE COMPTROLLER OF 16 17 THE INCOME TAX CHECKOFF SYSTEM: A DESCRIPTION OF PROMOTIONAL EFFORTS UNDERTAKEN (III)19 WITH MONEY FROM THE FUND; AND 20 (IV) A DETAILED ACCOUNTING OF THE USE OF THE FUND. 21 THE SECRETARY SHALL ADOPT REGULATIONS TO IMPLEMENT A BREAST 22 CANCER RESEARCH GRANT PROGRAM UNDER THIS SECTION. 23 Article - Tax - General 24 2-112. (1) THE COMPTROLLER SHALL INCLUDE ON THE INDIVIDUAL INCOME 25 (A) 26 TAX RETURN FORM A CHECKOFF DESIGNATED AS THE "MARYLAND BREAST CANCER 27 RESEARCH FUND CONTRIBUTION". 28 THE CHECKOFF SHALL STATE THAT: (2) 29 THE INDIVIDUAL, OR EACH SPOUSE IN THE CASE OF A JOINT (I) 30 RETURN, MAY CONTRIBUTE TO THE MARYLAND BREAST CANCER RESEARCH FUND 31 THE AMOUNT DESIGNATED BY THE INDIVIDUAL: AND 32 1. THE INDIVIDUAL SHALL DEDUCT THE AMOUNT OF THE (II)33 CONTRIBUTION FROM ANY REFUND TO WHICH THE INDIVIDUAL IS ENTITLED; OR

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- 1 2. IF THE INDIVIDUAL IS NOT ENTITLED TO A REFUND, THE
- 2 INDIVIDUAL SHALL ADD THE AMOUNT OF THE CONTRIBUTION TO THE INCOME TAX
- 3 TO BE PAID WITH THE RETURN.
- 4 (3) THE COMPTROLLER SHALL INCLUDE, WITH THE INDIVIDUAL
- 5 INCOME TAX RETURN PACKAGE, A DESCRIPTION OF THE PURPOSES FOR WHICH THE
- 6 MARYLAND BREAST CANCER RESEARCH FUND WAS ESTABLISHED AND THE
- 7 PURPOSES FOR WHICH THE FUND MAY BE USED.
- 8 (B) THE COMPTROLLER SHALL:
- 9 (1) COLLECT THE CHECKOFF CONTRIBUTIONS AND ACCOUNT TO THE 10 STATE TREASURER FOR THE MONEY COLLECTED;
- 11 (2) FROM THE CONTRIBUTIONS COLLECTED, DISTRIBUTE THE AMOUNT
- 12 NECESSARY TO ADMINISTER THE CHECKOFF SYSTEM TO AN ADMINISTRATIVE COST
- 13 ACCOUNT; AND
- 14 (3) AFTER THE DISTRIBUTION UNDER ITEM (2) OF THIS SUBSECTION,
- 15 DISTRIBUTE THE REMAINDER OF THE MONEY COLLECTED UNDER THIS SUBSECTION
- 16 TO THE MARYLAND BREAST CANCER RESEARCH FUND ESTABLISHED UNDER § 20-117
- 17 OF THE HEALTH GENERAL ARTICLE.
- 18 10-804.
- 19 (H) AN INDIVIDUAL MAY DESIGNATE A CONTRIBUTION TO THE MARYLAND
- 20 BREAST CANCER RESEARCH FUND, ESTABLISHED UNDER § 20-117 OF THE HEALTH -
- 21 GENERAL ARTICLE, BY THE CHECKOFF SYSTEM ON THE RETURN.
- 22 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 23 July 1, 2003 and shall be applicable to all taxable years beginning after December 31,
- 24 2002.