
By: **Delegate Cardin**

Introduced and read first time: February 10, 2005

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax Credit - Teachers in Nonpublic Schools Approved by the**
3 **Maryland State Department of Education for Students in Nonpublic**
4 **Placements**

5 FOR the purpose of allowing teachers in certain nonpublic schools to claim a credit
6 against the State income tax under certain circumstances for up to a certain
7 amount of tuition paid by the teacher for certain graduate level education;
8 providing for the application of this Act; and generally relating to an income tax
9 credit for tuition paid for certain graduate level education.

10 BY repealing and reenacting, with amendments,

- 11 Article - Tax - General
- 12 Section 10-717
- 13 Annotated Code of Maryland
- 14 (2004 Replacement Volume)

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

17 **Article - Tax - General**

18 10-717.

19 (a) (1) [An] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION,
20 AN individual who is a classroom teacher holding a standard professional certificate
21 or an advanced professional certificate may claim a credit against the State income
22 tax for up to \$1,500 of tuition paid by the individual during the taxable year for
23 graduate level courses required to maintain certification if the individual:

24 [(1)] (I) successfully completes the courses with a grade of B or better;

25 [(2)] (II) is employed by a county board of education OR PROVIDES
26 SERVICES TO STUDENTS IN NONPUBLIC PLACEMENTS UNDER § 8-406 OF THE
27 EDUCATION ARTICLE;

1 [(3)] (III) teaches in a public OR NONPUBLIC school APPROVED BY THE
2 STATE DEPARTMENT OF EDUCATION and receives a satisfactory performance
3 evaluation for that teaching; and

4 [(4)] (IV) has not been reimbursed by the county OR, IN THE CASE OF A
5 TEACHER EMPLOYED BY A NONPUBLIC SCHOOL, BY THE NONPUBLIC SCHOOL for the
6 tuition paid.

7 (2) IN THE CASE OF A TEACHER WHO PROVIDES SERVICES TO STUDENTS
8 IN NONPUBLIC PLACEMENTS UNDER § 8-406 OF THE EDUCATION ARTICLE, THE
9 MAXIMUM CREDIT ALLOWABLE UNDER THIS SUBSECTION IS \$750 OF TUITION PAID
10 BY THE TEACHER DURING THE TAXABLE YEAR FOR GRADUATE LEVEL COURSES
11 REQUIRED TO MAINTAIN CERTIFICATION.

12 (b) (1) If a county OR A NONPUBLIC SCHOOL APPROVED BY THE STATE
13 DEPARTMENT OF EDUCATION OR OTHER ENTITY partially reimburses an individual
14 for tuition paid, the individual may claim a tax credit allowed under this section for
15 the balance of the tuition not paid by the county OR THE NONPUBLIC SCHOOL OR
16 OTHER ENTITY.

17 (2) The credit allowed under this section may not exceed the State
18 income tax for that taxable year, calculated before the application of the credits
19 allowed under this section and §§ 10-701 and 10-701.1 of this subtitle but after the
20 application of the other credits allowable under this subtitle.

21 (3) The unused amount of the credit for any taxable year may not be
22 carried over to any other taxable year.

23 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take
24 effect July 1, 2005, and shall be applicable to all taxable years beginning after
25 December 31, 2004.