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By: **Delegates Cryor, Barkley, Bartlett, Bohanan, Boschert, Bromwell, Bronrott, Cadden, Dumais, Dwyer, Edwards, Elmore, Feldman, Frank, Gilleland, Glassman, Gutierrez, Hogan, Jameson, Kach, Kaiser, Kelly, Kohl, Lawton, Leopold, Love, Mandel, McDonough, McHale, Morhaim, Myers, O'Donnell, Quinter, Rudolph, Shewell, Smigiel, Sossi, Stocksdale, Stull, Trueschler, F. Turner, Weldon, Wood, and Zirkin**

Introduced and read first time: February 8, 2006  
Assigned to: Ways and Means

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A BILL ENTITLED

1 AN ACT concerning

2 **Taking Care of Our Own - Income Tax Credit for Purchase of Life Insurance**  
3 **for Active Duty Military**

4 FOR the purpose of allowing an individual or corporation a credit against the State  
5 income tax for certain costs incurred to purchase certain life insurance for an  
6 individual who is a resident of the State and is in the active military, naval, or  
7 air service of the United States in a designated combat zone; providing for the  
8 application of this Act; and generally relating to a State income tax credit for  
9 certain costs incurred to purchase certain life insurance for an individual who is  
10 a resident of the State and is in the active military, naval, or air service of the  
11 United States in a designated combat zone.

12 BY adding to  
13 Article - Tax - General  
14 Section 10-726  
15 Annotated Code of Maryland  
16 (2004 Replacement Volume and 2005 Supplement)

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

19 **Article - Tax - General**

20 10-726.

21 AN INDIVIDUAL OR CORPORATION MAY CLAIM A CREDIT AGAINST THE STATE  
22 INCOME TAX IN AN AMOUNT EQUAL TO 50% OF THE COSTS INCURRED BY THE  
23 INDIVIDUAL OR CORPORATION TO PURCHASE A \$250,000 LIFE INSURANCE POLICY  
24 FOR AN INDIVIDUAL WHO IS A RESIDENT OF THE STATE AND IS IN THE ACTIVE

1 MILITARY, NAVAL, OR AIR SERVICE OF THE UNITED STATES IN AN AREA DESIGNATED  
2 AS A COMBAT ZONE BY THE PRESIDENT OF THE UNITED STATES.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
4 July 1, 2006, and shall be applicable to all taxable years beginning after December 31,  
5 2005.