

# HOUSE BILL 347

Q3

7lr1393

HB 337/06 – W&M

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By: **Queen Anne's County Delegation**

Introduced and read first time: February 1, 2007

Assigned to: Ways and Means

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## A BILL ENTITLED

1 AN ACT concerning

### **Tax Credit for Cost of Employee Child Care Expenses**

3 FOR the purpose of allowing a credit against the State income tax for certain costs  
4 incurred by an employer for certain child care expenses of certain employees;  
5 providing that the credit may not exceed the State income tax for that taxable  
6 year and that any unused credit for a taxable year may not be carried over to  
7 any other taxable year; defining certain terms; providing for the application of  
8 this Act; and generally relating to a tax credit against the State income tax for  
9 certain employer costs incurred for certain child care expenses of employees.

10 BY adding to

11 Article – Tax – General

12 Section 10-726

13 Annotated Code of Maryland

14 (2004 Replacement Volume and 2006 Supplement)

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

### **Article – Tax – General**

#### **10-726.**

19 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE  
20 MEANINGS INDICATED.

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



11 (C) (1) THE TOTAL AMOUNT OF THE CREDIT ALLOWED UNDER THIS  
12 SECTION FOR ANY TAXABLE YEAR MAY NOT EXCEED THE STATE INCOME TAX  
13 FOR THAT TAXABLE YEAR, CALCULATED BEFORE APPLICATION OF THE CREDITS  
14 UNDER THIS SECTION AND §§ 10-701 AND 10-701.1 OF THIS SUBTITLE, BUT  
15 AFTER APPLICATION OF THE OTHER CREDITS ALLOWABLE UNDER THIS  
16 SUBTITLE.

19 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
20 July 1, 2007, and shall apply to all taxable years beginning after December 31, 2007.