

# HOUSE BILL 5

C9, Q7, C4

(PRE-FILED)

6lr1551

CF 6lr0998

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By: **Delegates Fair and Patterson**

Requested: October 31, 2025

Introduced and read first time: January 14, 2026

Assigned to: Economic Matters and Ways and Means

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## A BILL ENTITLED

1 AN ACT concerning

2 **Community Development – Maryland New Markets Development Program –**  
3 **Establishment**

4 FOR the purpose of establishing the Maryland New Markets Development Program;  
5 requiring the Department of Housing and Community Development to administer  
6 the Program; authorizing a credit against the State insurance premium receipts tax  
7 and certain State insurance retaliatory taxes, fees, charges, and penalties for certain  
8 equity investments in certain community development entities; authorizing the  
9 Department to recapture a credit under certain circumstances; and generally  
10 relating to the Maryland New Markets Development Program.

11 BY adding to

12 Article – Housing and Community Development

13 Section 4–3101 through 4–3111 to be under the new subtitle “Subtitle 31. Maryland  
14 New Markets Development Program”

15 Annotated Code of Maryland

16 (2019 Replacement Volume and 2025 Supplement)

17 BY adding to

18 Article – Insurance

19 Section 6–123 and 6–306

20 Annotated Code of Maryland

21 (2017 Replacement Volume and 2025 Supplement)

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

24 **Article – Housing and Community Development**

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1                   **SUBTITLE 31. MARYLAND NEW MARKETS DEVELOPMENT PROGRAM.**2   **4-3101.**3                   **(A)** IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS  
4 INDICATED.5                   **(B)** “MARYLAND QUALIFIED COMMUNITY DEVELOPMENT ENTITY” MEANS A  
6 QUALIFIED COMMUNITY DEVELOPMENT ENTITY HEADQUARTERED IN THE STATE OR  
7 OWNED OR CONTROLLED BY A BUSINESS ENTITY HEADQUARTERED IN THE STATE  
8 THAT:9                   **(1)** FORMED ON OR AFTER JULY 1, 2021; AND10                   **(2)** HAS NOT ENTERED INTO AN ALLOCATION AGREEMENT UNDER THE  
11 FEDERAL NEW MARKETS TAX CREDIT PROGRAM.12                   **(C)** “PRINCIPAL BUSINESS OPERATIONS” MEANS THE PLACE OR PLACES  
13 WHERE:14                   **(1)** AT LEAST 60% OF A QUALIFIED ACTIVE LOW-INCOME COMMUNITY  
15 BUSINESS’S EMPLOYEES WORK; OR16                   **(2)** EMPLOYEES WHO ARE PAID AT LEAST 60% OF A QUALIFIED ACTIVE  
17 LOW-INCOME COMMUNITY BUSINESS’S PAYROLL WORK.18                   **(D)** “PROGRAM” MEANS THE MARYLAND NEW MARKETS DEVELOPMENT  
19 PROGRAM.20                   **(E)** **(1)** “QUALIFIED ACTIVE LOW-INCOME COMMUNITY BUSINESS”  
21 MEANS A BUSINESS ENTITY THAT:22                   **(I)** HAS ITS PRINCIPAL BUSINESS OPERATIONS IN THE STATE;  
23 AND24                   **(II)** MEETS THE DEFINITION OF A QUALIFIED ACTIVE  
25 LOW-INCOME COMMUNITY BUSINESS UNDER § 45D OF THE INTERNAL REVENUE  
26 CODE.27                   **(2)** “QUALIFIED ACTIVE LOW-INCOME COMMUNITY BUSINESS” DOES  
28 NOT INCLUDE:

3 (II) A BUSINESS ENTITY THAT DERIVES OR PROJECTS TO  
4 DERIVE AT LEAST 15% OF ANNUAL REVENUE FROM THE RENTAL OR SALE OF REAL  
5 ESTATE, UNLESS THE BUSINESS ENTITY OWNS OR CONTROLS A SUBSIDIARY  
6 BUSINESS ENTITY THAT:

11 (F) "QUALIFIED COMMUNITY DEVELOPMENT ENTITY" MEANS A BUSINESS  
12 ENTITY THAT HAS ENTERED INTO AN ALLOCATION AGREEMENT UNDER THE  
13 FEDERAL NEW MARKETS TAX CREDIT PROGRAM THAT INCLUDES THE STATE  
14 WITHIN THE SERVICE AREA OF THE AGREEMENT.

15 (G) "QUALIFIED EQUITY INVESTMENT" MEANS AN EQUITY INVESTMENT IN  
16 A QUALIFIED COMMUNITY DEVELOPMENT ENTITY THAT:

17 (1) (I) IS ORIGINALLY ISSUED AND ACQUIRED ON OR AFTER JULY  
18 1, 2026, IN EXCHANGE FOR CASH; OR

19 (II) IS ORIGINALLY ISSUED AND ACQUIRED BEFORE JULY 1,  
20 2026, IN EXCHANGE FOR CASH AND, ON OR AFTER JULY 1, 2026, IS TRANSFERRED  
21 OR SOLD;

1 PURCHASE PRICE UNLESS THE QUALIFIED COMMUNITY DEVELOPMENT ENTITY IS A  
2 MARYLAND QUALIFIED COMMUNITY DEVELOPMENT ENTITY;

3 (5) IS DESIGNATED AS A QUALIFIED EQUITY INVESTMENT UNDER  
4 THIS SUBTITLE BY THE QUALIFIED COMMUNITY DEVELOPMENT ENTITY; AND

5 (6) IS JOINTLY CERTIFIED AS A QUALIFIED EQUITY INVESTMENT  
6 UNDER THIS SUBTITLE BY THE QUALIFIED COMMUNITY DEVELOPMENT ENTITY AND  
7 THE DEPARTMENT.

8 (H) "QUALIFIED LOW-INCOME COMMUNITY INVESTMENT" MEANS A  
9 CAPITAL OR EQUITY INVESTMENT IN OR LOAN TO A QUALIFIED ACTIVE LOW-INCOME  
10 COMMUNITY BUSINESS.

11 4-3102.

12 (A) THERE IS A MARYLAND NEW MARKETS DEVELOPMENT PROGRAM.

13 (B) THE DEPARTMENT SHALL ADMINISTER THE PROGRAM.

14 4-3103.

15 (A) A BUSINESS ENTITY THAT DOES NOT MEET THE REQUIREMENTS TO BE  
16 CONSIDERED A QUALIFIED ACTIVE LOW-INCOME COMMUNITY BUSINESS UNDER  
17 THIS SUBTITLE BECAUSE THE BUSINESS ENTITY'S PRINCIPAL BUSINESS  
18 OPERATIONS ARE NOT IN THE STATE MAY BE CONSIDERED A QUALIFIED ACTIVE  
19 LOW-INCOME COMMUNITY BUSINESS UNDER THIS SUBTITLE IF THE BUSINESS  
20 ENTITY AGREES TO:

21 (1) RELOCATE OR HIRE EMPLOYEES TO ESTABLISH PRINCIPAL  
22 BUSINESS OPERATIONS IN THE STATE;

23 (2) USE THE PROCEEDS OF A QUALIFIED LOW-INCOME COMMUNITY  
24 INVESTMENT TO HIRE OR RELOCATE THE EMPLOYEES; AND

25 (3) HIRE OR RELOCATE THE EMPLOYEES WITHIN 180 DAYS AFTER  
26 RECEIVING THE QUALIFIED LOW-INCOME COMMUNITY INVESTMENT, OR ON A LATER  
27 DATE AGREED TO BY THE DEPARTMENT.

28 (B) A BUSINESS ENTITY SHALL BE CONSIDERED A QUALIFIED ACTIVE  
29 LOW-INCOME COMMUNITY BUSINESS UNDER THIS SUBTITLE IF THE QUALIFIED  
30 COMMUNITY DEVELOPMENT ENTITY REASONABLY EXPECTS AT THE TIME OF AN  
31 APPLICATION UNDER § 4-3105 OF THIS SUBTITLE THAT THE BUSINESS ENTITY WILL

1 MEET THE DEFINITION OF A QUALIFIED ACTIVE LOW-INCOME COMMUNITY  
2 BUSINESS FOR THE ENTIRE DURATION OF THE QUALIFIED LOW-INCOME  
3 COMMUNITY INVESTMENT.

4 **4-3104.**

5 (A) A PERSON MAY CLAIM A CREDIT FOR A QUALIFIED EQUITY INVESTMENT  
6 IN ACCORDANCE WITH THIS SUBTITLE AGAINST ANY PREMIUM RECEIPTS TAX OR  
7 INSURANCE RETALIATORY TAX, FEE, CHARGE, OR PENALTY IMPOSED BY THE STATE,  
8 INCLUDING ANY TAX, FEE, CHARGE, OR PENALTY UNDER:

- 9 (1) § 3-324 OF THE INSURANCE ARTICLE;
- 10 (2) § 4-209 OF THE INSURANCE ARTICLE;
- 11 (3) § 4-211 OF THE INSURANCE ARTICLE;
- 12 (4) § 4-211.1 OF THE INSURANCE ARTICLE;
- 13 (5) § 6-102 OF THE INSURANCE ARTICLE; AND
- 14 (6) TITLE 6, SUBTITLE 3 OF THE INSURANCE ARTICLE.

15 (B) SUBJECT TO SUBSECTION (C) OF THIS SECTION, A PERSON MAY CLAIM  
16 THE CREDIT ALLOWED UNDER THIS SECTION:

- 17 (1) FOR THE TAXABLE YEAR DURING WHICH THE QUALIFIED EQUITY  
18 INVESTMENT IS MADE; AND
- 19 (2) FOR THE NEXT 6 TAXABLE YEARS.

20 (C) THE AMOUNT OF THE CREDIT ALLOWED UNDER THIS SECTION EQUALS:

- 21 (1) FOR THE FIRST 3 TAXABLE YEARS UNDER SUBSECTION (B) OF THIS  
22 SECTION, THE PURCHASE PRICE PAID FOR THE QUALIFIED EQUITY INVESTMENT  
23 MULTIPLIED BY 0%; AND

- 24 (2) FOR THE FINAL 4 TAXABLE YEARS UNDER SUBSECTION (B) OF  
25 THIS SECTION, THE PURCHASE PRICE PAID FOR THE QUALIFIED EQUITY  
26 INVESTMENT MULTIPLIED BY 12.5%.

1                   (D) THE MARYLAND INSURANCE ADMINISTRATION MAY NOT IMPOSE ANY  
2 ADDITIONAL PREMIUM RECEIPTS TAX OR INSURANCE RETALIATORY TAX, FEE,  
3 CHARGE, OR PENALTY OR ANY OTHER TAX OR FEE ON A PERSON:

4                   (1) IN ORDER FOR THE PERSON TO CLAIM A CREDIT ALLOWED UNDER  
5 THIS SECTION; OR

6                   (2) AS A RESULT OF CLAIMING A CREDIT ALLOWED UNDER THIS  
7 SECTION.

8                   (E) THE CREDIT ALLOWED UNDER THIS SECTION:

9                   (1) (I) MAY NOT BE SOLD; BUT

10                   (II) MAY BE TRANSFERRED TO AN AFFILIATED BUSINESS  
11 ENTITY; AND

12                   (2) MAY BE ALLOCATED AMONG THE PARTNERS, MEMBERS, OR  
13 SHAREHOLDERS OF A BUSINESS ENTITY IN ANY MANNER AGREED TO BY THE  
14 PARTNERS, MEMBERS, OR SHAREHOLDERS IN WRITING.

15                   (F) IF THE CREDIT ALLOWED UNDER THIS SECTION IN ANY TAXABLE YEAR  
16 EXCEEDS THE STATE PREMIUM RECEIPTS TAX OR INSURANCE RETALIATORY TAX,  
17 FEE, CHARGE, OR PENALTY OWED OR IS OTHERWISE PROHIBITED FOR THAT  
18 TAXABLE YEAR, ANY UNUSED CREDIT MAY BE CARRIED FORWARD AND APPLIED FOR  
19 SUCCEEDING TAXABLE YEARS UNTIL THE EARLIER OF:

20                   (1) THE DATE ON WHICH THE FULL AMOUNT OF THE CREDIT IS USED;  
21 OR

22                   (2) THE DATE OF THE EXPIRATION OF THE 5TH YEAR AFTER THE  
23 TAXABLE YEAR FOR WHICH THE CREDIT WAS ALLOWED.

24 4-3105.

25                   (A) TO DESIGNATE AN EQUITY INVESTMENT AS A QUALIFIED EQUITY  
26 INVESTMENT ELIGIBLE FOR A CREDIT UNDER THIS SUBTITLE AND OBTAIN A CREDIT  
27 CERTIFICATE, A QUALIFIED COMMUNITY DEVELOPMENT ENTITY SHALL SUBMIT AN  
28 APPLICATION TO THE DEPARTMENT, USING A FORM ESTABLISHED BY THE  
29 DEPARTMENT, THAT INCLUDES:

30                   (1) THE NAME, ADDRESS, AND TAX IDENTIFICATION NUMBER OF THE  
31 APPLICANT;

6 (II) A COPY OF THE APPLICANT'S ALLOCATION AGREEMENT  
7 ESTABLISHED UNDER THE FEDERAL NEW MARKETS TAX CREDIT PROGRAM;

19 (5) ANY OTHER INFORMATION THAT THE DEPARTMENT REQUIRES.

23 (c) (1) THE DEPARTMENT SHALL PROCESS APPLICATIONS UNDER THIS  
24 SECTION DURING APPLICATION PERIODS IN ACCORDANCE WITH THIS SUBSECTION.

15 (d) (1) THE DEPARTMENT SHALL:

16 (I) EVALUATE EACH APPLICATION BASED ON THE AMOUNT OF  
17 THE EQUITY INVESTMENT IN THE APPLICATION COMPARED TO THE TOTAL AMOUNT  
18 OF EQUITY INVESTMENTS IN ALL APPLICATIONS RECEIVED ON THE SAME DAY; AND

19 (II) APPROVE OR DENY EACH APPLICATION UNDER THIS  
20 SECTION EITHER IN FULL OR IN PART WITHIN 30 DAYS AFTER RECEIPT OF THE  
21 APPLICATION.

3 4-3106.

4 (A) (1) WHEN A QUALIFIED COMMUNITY DEVELOPMENT ENTITY OBTAINS  
5 APPROVAL OF AN APPLICATION AND A DESIGNATION OF A QUALIFIED EQUITY  
6 INVESTMENT, THE DEPARTMENT AND THE QUALIFIED COMMUNITY DEVELOPMENT  
7 ENTITY SHALL JOINTLY CERTIFY ALL OR PART OF EACH QUALIFIED EQUITY  
8 INVESTMENT ELIGIBLE FOR A CREDIT UNDER THIS SUBTITLE, INCLUDING:

9 (I) THE ELIGIBLE TAXPAYER;

**(II) THE ELIGIBLE AMOUNT OF THE CREDIT; AND**

11 (III) THE ELIGIBLE TAXABLE YEARS.

(B) (1) WITHIN 30 DAYS AFTER CERTIFICATION UNDER SUBSECTION (A) OF THIS SECTION, THE QUALIFIED COMMUNITY DEVELOPMENT ENTITY SHALL:

**(I) ISSUE THE QUALIFIED EQUITY INVESTMENT; AND**

4 (I) THE RECEIPT OF CASH PAYMENT FOR THE QUALIFIED  
5 EQUITY INVESTMENT; AND

13 (I) THE CERTIFICATION UNDER SUBSECTION (A) OF THIS  
14 SECTION SHALL LAPSE; AND

15 (II) THE DEPARTMENT SHALL REDISTRIBUTE THE CREDIT  
16 AMONG APPROVED APPLICANTS ON A PRO RATA BASIS.

17 (C) IF THE DEPARTMENT DOES NOT CERTIFY THE MAXIMUM AGGREGATE  
18 AVAILABLE CREDIT UNDER § 4-3107 OF THIS SUBTITLE, THE DEPARTMENT SHALL:

19 (1) REDISTRIBUTE THE CREDIT AMONG APPROVED APPLICANTS  
20 THAT HAVE ELECTED TO RECEIVE ADDITIONAL ALLOCATIONS ON A PRO RATA BASIS;  
21 AND

22 (2) WAIVE THE REQUIREMENT, IF APPLICABLE, THAT A QUALIFIED  
23 EQUITY INVESTMENT UNDER THIS SUBTITLE BE DESIGNATED AS A QUALIFIED  
24 EQUITY INVESTMENT UNDER THE FEDERAL NEW MARKETS TAX CREDIT PROGRAM.

25 (D) IF, AFTER A RECONSIDERATION OF APPLICATIONS UNDER SUBSECTION  
26 (C) OF THIS SECTION, THE DEPARTMENT DOES NOT CERTIFY THE MAXIMUM  
27 AGGREGATE AVAILABLE CREDIT UNDER § 4-3107 OF THIS SUBTITLE, THE  
28 DEPARTMENT SHALL:

31 (2) WAIVE:

5 (II) THE REQUIREMENT, IF APPLICABLE, THAT A QUALIFIED  
6 EQUITY INVESTMENT UNDER THIS SUBTITLE BE DESIGNATED AS A QUALIFIED  
7 EQUITY INVESTMENT UNDER THE FEDERAL NEW MARKETS TAX CREDIT PROGRAM.

8 4-3107.

9                   **(A) SUBJECT TO SUBSECTION (B) OF THIS SECTION, THE DEPARTMENT MAY**  
10                   **NOT ISSUE CREDIT CERTIFICATES FOR CREDIT AMOUNTS THAT IN THE AGGREGATE**  
11                   **TOTAL MORE THAN \$18,750,000 FOR ANY TAXABLE YEAR.**

12       (B) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION,  
13 THE DEPARTMENT MAY NOT ISSUE CREDIT CERTIFICATES THAT IN THE AGGREGATE  
14 TOTAL MORE THAN \$9,375,000 FOR EACH SCHEDULED APPLICATION PERIOD UNDER  
15 § 4-3105 OF THIS SUBTITLE.

20 4-3108.

21 (A) THE COMPLIANCE AND RECAPTURE PROVISIONS OF THIS SECTION  
22 APPLY SEPARATELY WITH RESPECT TO EACH CREDIT CERTIFICATE ISSUED UNDER  
23 THIS SUBTITLE.

24 (B) THE DEPARTMENT SHALL RECAPTURE ALL OR A PORTION OF A CREDIT  
25 ISSUED UNDER THIS SUBTITLE AND ANY FUTURE CREDIT SHALL BE FORFEITED IF:

26 (1) SUBJECT TO SUBSECTION (C) OF THIS SECTION, ANY AMOUNT OF  
27 A FEDERAL TAX CREDIT ISSUED FOR A QUALIFIED EQUITY INVESTMENT UNDER THE  
28 FEDERAL NEW MARKETS TAX CREDIT PROGRAM IS RECAPTURED;

5 (4) A QUALIFIED COMMUNITY DEVELOPMENT ENTITY VIOLATES  
6 SUBSECTION (D) OF THIS SECTION; OR

11 (C) (1) IF THE DEPARTMENT RECAPTURES A CREDIT UNDER  
12 SUBSECTION (B)(1) OF THIS SECTION, THE DEPARTMENT SHALL RECAPTURE AN  
13 AMOUNT PROPORTIONAL TO THE AMOUNT OF THE FEDERAL TAX CREDIT  
14 RECAPTURED.

18 (D) (1) THE MAXIMUM AGGREGATE AMOUNT OF QUALIFIED LOW-INCOME  
19 COMMUNITY INVESTMENTS MADE IN A QUALIFIED ACTIVE LOW-INCOME  
20 COMMUNITY BUSINESS AND ANY AFFILIATED BUSINESS ENTITY EQUALS  
21 \$15,000,000, INCLUDING \$7,500,000 FOR ANY INDIVIDUAL QUALIFIED LOW-INCOME  
22 COMMUNITY INVESTMENT.

27       (E) (1) A QUALIFIED LOW-INCOME COMMUNITY INVESTMENT SHALL BE  
28       CONSIDERED MAINTAINED BY THE QUALIFIED COMMUNITY DEVELOPMENT ENTITY  
29       EVEN IF THE INVESTMENT HAS BEEN TRANSFERRED, SOLD, OR REPAYED IF THE  
30       QUALIFIED COMMUNITY DEVELOPMENT ENTITY REINVESTS AN AMOUNT EQUAL TO  
31       THE CAPITAL OR EQUITY RETURNED OR RECOVERED FROM THE ORIGINAL  
32       INVESTMENT EXCLUSIVE OF ANY PROFIT REALIZED IN ANOTHER QUALIFIED  
33       LOW-INCOME COMMUNITY INVESTMENT IN THE STATE WITHIN 1 YEAR AFTER THE  
34       RECEIPT OF THE CAPITAL OR EQUITY.

8 (F) NOTHING IN THIS SECTION MAY BE CONSTRUED TO REQUIRE A  
9 QUALIFIED COMMUNITY DEVELOPMENT ENTITY TO REINVEST CAPITAL OR EQUITY  
10 RETURNED FROM A LOW-INCOME COMMUNITY INVESTMENT AFTER THE SIXTH  
11 TAXABLE YEAR IN WHICH THE QUALIFIED EQUITY INVESTMENT IS ELIGIBLE FOR A  
12 CREDIT UNDER THIS SUBTITLE.

23 (I) PROVIDE A FINAL WRITTEN ORDER OF RECAPTURE TO THE  
24 QUALIFIED COMMUNITY DEVELOPMENT ENTITY; AND

25 (II) RECAPTURE THE CREDIT.

26 (4) THE DEPARTMENT SHALL REALLOCATE A CREDIT RECAPTURED  
27 UNDER THIS SUBSECTION IN ACCORDANCE WITH § 4-3106(C) AND (D) OF THIS  
28 SUBTITLE.

29 4-3109.

30           **ON OR BEFORE MAY 1, 2027, AND EACH MAY 1 THEREAFTER, A QUALIFIED**  
31   **COMMUNITY DEVELOPMENT ENTITY, FOR EACH CREDIT CERTIFICATE ISSUED**  
32   **UNDER THIS SUBTITLE FOR A QUALIFIED EQUITY INVESTMENT THAT HAS NOT BEEN**  
33   **REDEEMED OR REPAYED, SHALL REPORT TO THE DEPARTMENT FOR THE**  
34   **IMMEDIATELY PRECEDING TAXABLE YEAR INFORMATION ABOUT EACH QUALIFIED**

1 LOW-INCOME COMMUNITY INVESTMENT MADE BY THE QUALIFIED COMMUNITY  
2 DEVELOPMENT ENTITY, INCLUDING:

3 (1) THE DATE, AMOUNT, AND EVIDENCE OF THE QUALIFIED  
4 LOW-INCOME COMMUNITY INVESTMENT;

5 (2) THE NAME AND ADDRESS OF EACH QUALIFIED ACTIVE  
6 LOW-INCOME COMMUNITY BUSINESS FUNDED BY THE QUALIFIED COMMUNITY  
7 DEVELOPMENT ENTITY;

8 (3) FOR EACH QUALIFIED ACTIVE LOW-INCOME COMMUNITY  
9 BUSINESS FUNDED BY THE QUALIFIED COMMUNITY DEVELOPMENT ENTITY, THE  
10 NUMBER AND AVERAGE ANNUAL SALARY OF EMPLOYEES WHO WERE:

11 (I) EMPLOYED PRIOR TO THE QUALIFIED LOW-INCOME  
12 COMMUNITY INVESTMENT;

13 (II) EMPLOYED AT THE END OF THE IMMEDIATELY PRECEDING  
14 CALENDAR YEAR; AND

15 (III) NEWLY HIRED AND RETAINED AS A RESULT OF THE  
16 QUALIFIED LOW-INCOME COMMUNITY INVESTMENT;

17 (4) A BRIEF DESCRIPTION OF THE BUSINESS AND FINANCING OF EACH  
18 QUALIFIED ACTIVE LOW-INCOME COMMUNITY BUSINESS FUNDED BY THE  
19 QUALIFIED COMMUNITY DEVELOPMENT ENTITY;

20 (5) A CERTIFICATION THAT THE QUALIFIED COMMUNITY  
21 DEVELOPMENT ENTITY HAS UPDATED THE DEPARTMENT REGARDING ANY  
22 CHANGES TO A QUALIFIED EQUITY INVESTMENT CERTIFIED UNDER § 4-3106 OF  
23 THIS SUBTITLE, INCLUDING ANY TRANSFER OF A CERTIFICATION OR A CREDIT  
24 CERTIFICATE IN ACCORDANCE WITH THIS SUBTITLE; AND

25 (6) A CERTIFICATION THAT NO CREDIT ISSUED UNDER THIS SUBTITLE  
26 MEETS THE REQUIREMENTS FOR RECAPTURE UNDER § 4-3108 OF THIS SUBTITLE.

27 4-3110.

28 (A) THE DEPARTMENT MAY:

29 (1) CONDUCT PERIODIC EXAMINATIONS TO ENFORCE THIS SUBTITLE  
30 AND TO VERIFY WHETHER AN EVENT HAS OCCURRED THAT WOULD RESULT IN  
31 RECAPTURE OF A CREDIT ISSUED UNDER THIS SUBTITLE; AND

4 (I) SHALL BIND THE DEPARTMENT AND THE MARYLAND  
5 INSURANCE ADMINISTRATION; AND

6 (II) MAY NOT APPLY TO ANY PERSON OTHER THAN THE  
7 QUALIFIED COMMUNITY DEVELOPMENT ENTITY THAT REQUESTED THE ADVISORY  
8 LETTER.

9           **(B) WHEN CONDUCTING ENFORCEMENT ACTIVITIES AND ADMINISTERING**  
10   **THE PROGRAM, THE DEPARTMENT SHALL CONSIDER GUIDANCE ISSUED UNDER THE**  
11   **FEDERAL NEW MARKETS TAX CREDIT PROGRAM.**

12 4-3111.

13           THE DEPARTMENT SHALL ADOPT REGULATIONS TO CARRY OUT THE  
14 PROVISIONS OF THIS SUBTITLE.

## Article – Insurance

16 6-123.

17       A PERSON MAY CLAIM A CREDIT FOR A QUALIFIED EQUITY INVESTMENT AS  
18       PROVIDED UNDER TITLE 4, SUBTITLE 31 OF THE HOUSING AND COMMUNITY  
19       DEVELOPMENT ARTICLE.

20 6-306.

21       A PERSON MAY CLAIM A CREDIT FOR A QUALIFIED EQUITY INVESTMENT AS  
22 PROVIDED UNDER TITLE 4, SUBTITLE 31 OF THE HOUSING AND COMMUNITY  
23 DEVELOPMENT ARTICLE.

24 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July  
25 1, 2026, and shall be applicable to all taxable years beginning after December 31, 2025.