

employers that provide certain commuter benefits to employees; providing for the maximum amount of the credit per year per employee; ~~providing for the carryover of unused credit if the credit exceeds the total tax otherwise payable for a taxable year~~; defining a certain term; providing for the application of this Act; and generally relating to a tax credit against ~~the State income tax~~ certain taxes for employer provided commuter benefits to employees.

BY adding to

Article – Environment

Section 2-901 to be under the new subtitle “Subtitle 9. Tax Credits for Employer-Provided Commuter Benefits”

Annotated Code of Maryland

(1996 Replacement Volume and 1998 Supplement)

BY adding to

Article – Tax – General

Section 8-220 and 10-712

Annotated Code of Maryland

(1997 Replacement Volume and 1998 Supplement)

BY adding to

Article – Insurance

Section 6-119

Annotated Code of Maryland

(1997 Volume and 1998 Supplement)

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

~~Article – Tax – General~~ Article – Environment

SUBTITLE 9. TAX CREDITS FOR EMPLOYER-PROVIDED COMMUTER BENEFITS.

~~10-712; 2-901.~~

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

(1) “BUSINESS ENTITY” MEANS:

(I) A PERSON CONDUCTING OR OPERATING A TRADE OR BUSINESS IN MARYLAND; OR

(II) AN ORGANIZATION OPERATING IN MARYLAND THAT IS EXEMPT FROM TAXATION UNDER § 501(C)(3) OR (4) OF THE INTERNAL REVENUE CODE.

(2) “INSTRUMENT” MEANS A PASS, TOKEN, FARE CARD, VOUCHER, OR SIMILAR ITEM.

(B) A BUSINESS ENTITY MAY CLAIM A TAX CREDIT ~~AGAINST THE STATE~~