

Maryland Higher Education Investment Program Qualified Tuition Programs - Income Tax Treatment

FOR the purpose of ~~prohibiting the Maryland Higher Education Investment Board from allowing the same purchaser to purchase more than one prepaid tuition contract for a single beneficiary in the same calendar year; authorizing the Board to allow a purchaser to purchase multiple tuition plans for the same beneficiary under a single prepaid contract and to provide for multiple payment options under a single prepaid contract; prohibiting the Board from allowing the same contributor to open more than one investment account for a single beneficiary in the same calendar year; authorizing the Board to allow a contributor to invest in multiple portfolios for the same beneficiary under a single investment account; clarifying the application of a certain Maryland income tax addition modification and certain Maryland subtraction modifications to certain amounts that qualify for certain treatment under federal income tax law relating to qualified tuition programs; clarifying the application to spouses on a joint income tax return of certain limitations under certain Maryland income tax subtraction modifications for purchases or contributions under certain qualified tuition programs; providing for the application of this Act; and generally relating to the Maryland income tax treatment of certain purchases or contributions under certain qualified tuition programs administered by the Maryland Higher Education Investment Board~~ altering a certain addition modification under the Maryland income tax for certain distributions from certain qualified tuition programs; altering certain subtraction modifications under the Maryland income tax for certain contributions to certain qualified tuition programs; repealing a certain Maryland income tax subtraction modification made obsolete as a result of certain changes to the federal income tax treatment of qualified tuition programs; providing for the application of this Act; and generally relating to the income tax treatment of contributions to and distributions from certain qualified tuition programs.

BY repealing and reenacting, with amendments,

Article - Education

Section 18-1909(e) and 18-19A-03(e)

Annotated Code of Maryland

(2001 Replacement Volume)

BY repealing and reenacting, with amendments,

Article - Tax - General

Section 10-205(h) and 10-208(n) and (o)

Annotated Code of Maryland

(1997 Replacement Volume and 2001 Supplement)

BY repealing

Article - Tax - General

Section 10-207(s)