



EMPLOYER-PROVIDED LONG-TERM CARE BENEFITS TAX CREDIT WORKSHEET FOR TAX YEAR 2011 36 MRSA § 5217-C

TAXPAYER NAME: _____ EIN/SSN: _____

Note: Owners of pass-through entities (partnerships, LLCs, S corporations, trusts, etc.) making an eligible investment, see instructions. Enter name and ID number of the entity on the lines below.

NAME OF PASS-THROUGH ENTITY

EIN/SSN

1. Number of employees with eligible long-term care insurance coverage provided by the employer1. _____
2. Line 1 x \$1002. _____
3. Costs incurred in providing eligible long-term care insurance coverage for employees during the taxable year3. _____
4. Line 3 x 20% (0.20).....4. _____
5. Credit claimed. Enter the lowest of line 2, line 4 or \$5,000.....5. _____
6. Credit carried forward from previous tax years (see instructions).....6. _____
7. Total credit available this year (line 5 plus line 6). Corporate taxpayers, enter on Form 1120ME, Schedule C, line 29d. Individual taxpayers, enter on Form 1040ME, Schedule A, line 187. _____

If this is the only Maine income tax credit you are claiming this year, complete lines 8 and 9. Otherwise, go to line 10.

8. Tax Liability. Enter the amount from Form 1120ME, line 7a or Form 1040ME, Schedule A, line 208. _____
9. Credit Used. Enter the lesser of line 7 or line 89. _____
10. Carryforward amount available for future tax years:
 - a. If you completed lines 8 and 9, subtract line 9 from line 7.
 - b. If you did not complete lines 8 and 9, enter the amount from line 7 not used on Form 1040ME, Schedule A or Form 1120ME, Schedule C as a result of claiming other Maine credits and because the total of all credits claimed is limited to the Maine tax liability.....10. _____

2011
EMPLOYER-PROVIDED LONG-TERM CARE BENEFITS TAX CREDIT
WORKSHEET INSTRUCTIONS

This credit is available to employers that incur costs to provide eligible long-term care insurance to employees. For purposes of this credit, "employer" means any entity that employs one or more individuals performing services for it within this state. For a complete definition, see 26 MRSA § 1043. Eligible long-term care insurance includes coverage under a qualified long-term care insurance contract or under a long-term care insurance policy certified by the Superintendent of Insurance in accordance with Title 24-A. A qualified long-term care insurance contract is defined by IRC § 7702B(b) as any contract that provides coverage for qualified long-term care services. Qualified long-term care services means necessary diagnostic, preventive, therapeutic, curing, treating, mitigating and rehabilitative services and maintenance or personal care services, which are required by a chronically ill individual and that are provided in accordance with a plan of care prescribed by a licensed health care practitioner. The term "chronically ill individual" is defined by IRC § 7702B(c)(2). Qualified long-term care insurance contracts must also meet other technical requirements as specified in § 7702B(b).

The allowable Maine credit is equal to the lowest of:

- 1) \$5,000;
- 2) 20% of the actual costs incurred in providing long-term care insurance coverage to employees; or
- 3) \$100 for each employee covered by a qualified long-term care insurance contract provided by the employer.

The credit is limited to the regular income tax otherwise due (the credit does not apply to the alternative minimum tax), but any excess may be carried forward for 15 years.

In the case of pass-through entities (partnerships, LLCs, S corporations, trusts, etc.), the partners, members, shareholders, beneficiaries or other owners are allowed credits in proportion to their respective interests in these entities.

SPECIFIC LINE INSTRUCTIONS

Please enter the taxpayer name and social security number ("SSN") or employer identification number ("EIN").

- Line 1.** Enter the total number of employees with eligible long-term care insurance coverage provided by the employer during the tax year.
- Line 3.** Enter costs incurred by the employer in providing eligible long-term care insurance coverage to employees for the taxable year.
- Line 6.** Enter any credit carryforward amounts claimed but not used in the past 15 years. This amount should come from your 2010 worksheet, line 10.
- Lines 8-10.** The credit is limited to the tax liability, excluding minimum tax, of the taxpayer. Any unused credit may be carried forward for up to 15 years.