

SENATE NO. 1831

AN ACT PROVIDING A TAX CREDIT FOR EMPLOYERS PROVIDING DAY CARE AND/OR DAY CARE SUBSIDIES TO THEIR EMPLOYEES

*Be it enacted by the Senate and House of Representatives in General Court assembled,
And by the authority of the same, as follows:*

1 SECTION 1. Chapter 63 of the General Laws, as appearing in the 2004 Official Edition, is hereby
2 amended by inserting after section 31K the following section:-

3 Section 31L. A corporation shall be allowed a credit as hereinafter provided against its excise due
4 under this chapter for its taxable year ending on or after December 31, 2006. The amount of the credit
5 shall be equal to 50 per cent of the qualifying child care expenses. Qualifying child care expenses are
6 employer-provided or employer-sponsored expenses for the care in Massachusetts of children of
7 employees which expenses are not reimbursed by tuition, government grant or otherwise and do not
8 include expenses for the construction, acquisition or maintenance of equipment or facilities used for
9 child care purposes.

10 The credit allowed under this section shall not reduce the excise to less than the amount due under
11 subsection (b) of section 32 or subsection (b) of section 39 of this chapter and under any act in
12 addition thereto. The provisions of section 32C of this chapter shall not apply to the credit allowed by
13 this section. A corporation claiming a credit under this section shall furnish such information relative
14 to the credit as may be requested by the commissioner of the department of revenue in a form
15 approved by him, and the commissioner shall promulgate such regulations as are necessary to
16 implement this section.

17 SECTION 2. This act shall take effect for taxable years ending on or after December 31, 2007