

LTC Insurance 2015 Tax Guide

WAYS TO SAVE

- Individuals
- Self-Employed
- Corporations
- LLCs
- Partnerships



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Introduction

The information presented in this packet represents a broad overview of the governing regulations concerning the tax implications of qualified long-term care insurance premiums (LTCI) and policies. It also addresses the tax rules regarding deductibility or exclusion of premiums paid, and in particular situations the exclusion of benefits from Adjusted Gross Income as defined by the Internal Revenue Service.

Included are examples of how qualified long-term care insurance premiums are treated for tax purposes that will provide you with guidance that may be applicable to your clients' specific financial and tax situation.

This interpretation was developed by using a combination of the leading LTC insurance carriers interpretations of the federal and state tax regulations. This packet is for informational purposes only. Clients must consult with their tax advisor regarding their particular tax circumstances and what insurance contracts qualify as a long-term care insurance contract as defined by the Internal Revenue Service.

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Individual Policy Purchase

Tax-qualified long-term care insurance premiums are considered tax deductible medical expenses under Internal Revenue Code Section 213. Medical expenses are deductible to the extent that they exceed 10% of an individual's Adjusted Gross Income (individuals who attain age 65 by the close of the tax year the threshold will be 7.5% for tax years 2014-2016) assuming the taxpayer itemizes their deductions. The amount of the long-term care insurance premiums deductible as a medical expense is limited to what Internal Revenue Code¹ section 213(d)(10) defines as eligible long-term care insurance premiums paid for a qualified long-term care insurance contract and is based on the insured individual's age. The long-term care insurance premium portion that is in excess of the eligible long-term care insurance premiums cannot be included as a tax deductible medical expense.

Table 1 illustrates the allowable deductions:

TABLE 1

AGE OF INSURED BEFORE THE CLOSE OF THE YEAR	2015 LONG-TERM CARE INSURANCE ELIGIBLE PREMIUM
Ages 40 or Less	\$380
Ages 41 to 50	\$710
Ages 51 to 60	\$1,430
Ages 61 to 70	\$3,800
Ages Over 70	\$4,750

For calendar year 2014, the stated dollar amount of the per diem limitation under Internal Revenue Code Section 7702(B)(d)(4), regarding periodic payments received under a qualified long-term care insurance contract, is \$330.

EXAMPLE

BASIC INFORMATION	
Age of Individual	53
Adjusted Gross Income (AGI)	\$50,000
Medical Expenses (Excluding LTCI Premiums)	\$5,500
Annual Premium for Tax-Qualified LTCI Policy	\$2,300

CALCULATING THE DEDUCTION	
Eligible LTCI Premium (Table 1)	\$1,430
Total Medical Expenses	\$6,900 ((\$5,500 Medical Expenses + \$1,430 of Eligible LTCI Premiums))
10% of AGI	\$5,000
Medical Expenses that Exceed 10% of AGI	\$1,930 (\$6,930 - \$5,000)
Total Itemized Deduction Permitted	\$1,930

¹ Internal Revenue Code will hereinafter be referred to as "IRC," followed by the section numbers.

Generally, benefits received from a tax-qualified long-term care insurance contract that was purchased by an individual are non-taxable, and therefore, would be excluded from Adjusted Gross Income (IRC 7702B and 104 (a)(3)).

Please note if an individual purchases a tax-qualified long-term care insurance contract on behalf of any individual who is not considered a dependent as defined by the Internal Revenue Service, he/she is not entitled to a medical expense tax deduction. Please consult your tax advisor on the rules regarding dependents.

Self-Employed Individuals

A self-employed individual can deduct long-term care insurance premiums paid out of pocket, up to the age-based Eligible Premium amounts listed in Table 1 (IRC 162(l)). The portion of long-term care insurance premiums that exceeds the Eligible Premium amount is not deductible as a medical expense. The deductible amount includes eligible premiums paid for spouses and dependents [IRC 162(l)]. In situations where the self-employed individual has earned income from their trade or business, the eligible premium amount will be deductible and may reduce adjusted gross income. This may be limited depending on the amount of earned income the individual has generated. It is strongly advised to consult your tax advisor concerning self-employed individuals.

However, a self-employed individual may not deduct long-term care insurance premiums during any calendar month in which he / she or his / her spouse is eligible to participate in a subsidized long-term care insurance plan. A subsidized long-term care insurance plan is when an employer pays part or all of the premiums for the long-term care insurance contract. Under IRC 162(l)(2)(B), for any month in which a self-employed individual is eligible to participate in a long-term care insurance plan that is fully or partially-paid by the self-employed individuals or his/her spouse's employer, the self-employed individual is not eligible to deduct the self-employed insurance deduction for eligible long-term care insurance premiums paid under any long-term care insurance plan.

EXAMPLE

BASIC INFORMATION	
Age of Self-Employed Individuals	57
Gross Income	\$47,000
Annual Premium for Tax-Qualified LTCI Policy	\$2,000

CALCULATING THE DEDUCTION	
Eligible LTCI Premium (Table 1)	\$1,430
Gross Income Less Deduction (assuming sufficient earned income)	\$45,570 (\$47,000 – \$1,430)

Generally, benefits received from a qualified long-term care insurance contract as defined by the Internal Revenue Service that was purchased by an individual are non-taxable, and therefore, would be excluded from Adjusted Gross Income.

Partnership Limited Liability Company (LLC) and Subchapter S Corporation

Partners of a partnership, members of an LLC that has elected to be taxed as a partnership and shareholders / employees of Subchapter S Corporations who own more than 2% of the Corporation² are treated as **self-employed individuals**. In the following example, the partnership, LLC, or Subchapter S Corporation pays the premium. The partner, member, or shareholder/employee must include the long-term care insurance premium paid on his/her benefit in his/her Adjusted Gross Income, but may deduct up to 100% of the age-based Eligible Premium amount, as listed in Table 1.³ The 10% AGI threshold would not apply to be eligible for the deduction.

EXAMPLE

BASIC INFORMATION	
Age of Partner	52
Gross Income	\$55,000
Annual Premium for Tax-Qualified LTCI Policy	\$2,200

CALCULATING THE DEDUCTION	
Eligible LTCI Premium (Table 1)	\$1,430
Gross Income Less Deduction	\$55,770 (\$55,000 + \$2,200 – \$1,430)

Generally, benefits received from a qualified long-term care insurance contract as defined by the Internal Revenue Service that was purchased by an individual are non-taxable, and therefore, would be excluded from Adjusted Gross Income.

² IRC 1372 provides that a more than 2% shareholder/employee is generally treated as a partner in a partnership, rather than as an employee, for the purposes of the tax treatment of fringe benefits. The deduction hinges on the more than 2% shareholder/employee being treated as a partner and self-employed by participating in a plan in which the employer pays the policy's premiums. [IRC162(l); Rev. Rul. 91-26].

³ [IRC 213(d)(10)]

Subchapter C Corporation

Employer

When a Subchapter C Corporation purchases a qualified long-term care contract on behalf of any of its employees, and their spouses or dependents, the corporation is entitled to take a 100% business expense deduction on the total premiums paid.⁴ The deduction in this situation is not limited to the age-based Eligible Premium amounts listed in Table 1 (IRC 162(a)). The purchase of a qualified long-term care insurance policy is generally not subject to any Internal Revenue Code nondiscrimination rules. Therefore, an employer can be selective in the classification of employees it elects to cover (e.g., a select group of officers and / or key employees). However, due to the enactment of the Patient Protection and Affordable Care Act (PPACA), certain policies may be subject to the nondiscrimination rules under IRC 105(h). You should consult with your tax and / or benefits advisors to ensure compliance with any applicable nondiscrimination rules.

Employee⁵

The entire LTCI premium amount paid by the business is excluded from the employee's Adjusted Gross Income, even if the premium exceeds the Eligible Premium amount listed in Table 1.6. This exclusion applies to shareholders and employees (as long as they are treated as employees) in a Subchapter C Corporation and to shareholders and employees who own 2% or less of a Subchapter S Corporation.

EXAMPLE

BASIC INFORMATION	
Premium Paid by Subchapter C Corporation	\$34,500 (\$2,300 premium x 15 individuals)

CALCULATING THE DEDUCTION	
Total Deduction	\$34,500

CALCULATING THE EXCLUSION	
Amount Excluded from Each Employee's Taxable Income	\$2,300

Generally, benefits received from a qualified long-term care insurance contract as defined by the Internal Revenue Service that was purchased by an individual are non-taxable, and therefore, would be excluded from Adjusted Gross Income (IRC 7702B, 104(a)(3) and 105).

⁴ [IRC 162(a)].

⁵ For LTCI coverage provided by a closely-held C Corporation as defined by the IRS, the IRS can challenge tax benefits claimed under an employer-provided plan that covers only shareholders/employees, if they find that the plan is not for employees.

⁶ [IRC 106, 7702B]

Employer-Pay Contributory Arrangement On Behalf of an Employee

If an employer pays all or a portion of the tax-qualified LTCI premiums on behalf of an employee, the amount paid is deductible by the employer as a 100% business expense deduction.⁷ The deductions are not limited by the age-based limits on Eligible Premium listed in Table 1. The entire employer contribution would also be excluded from the employee's Adjusted Gross Income. If the employer only pays a portion of the premium, the employee is able to include the balance that he / she pays with his / her medical expenses, up to the Eligible Premium amount, and accordingly would be entitled to an itemized deduction for medical expenses that exceed 10% of that employee's Adjusted Gross Income.

EXAMPLE: Employees Deduction

BASIC INFORMATION	
Age of Individuals	57
Adjusted Gross Income (AGI)	\$65,000
Medical Expenses (Excluding LTCI Premiums)	\$7,000
Annual Premium for Tax-Qualified LTCI Policy	\$2,500
Employer Contribution	\$500
Premium Paid by Employee	\$2,000

CALCULATING THE DEDUCTION	
Eligible LTCI Premium (Table 1)	\$1,430
Total Medical Expenses	\$8,430 (\$7,000 medical expenses + \$1,430 of eligible LTCI premiums)
10% of AGI	\$6,500
Medical Expenses that Exceed 10% of AGI	\$1,930 (\$8,430 – \$6,500)
Total Itemized Deduction Permitted	\$1,930

EXAMPLE: Employer Deduction

BASIC INFORMATION	
Premium Paid by Employer	\$500

CALCULATING THE DEDUCTION	
Total Deduction as a Business Expense	\$500

Generally, benefits received from a qualified long-term care insurance contract as defined by the Internal Revenue Service that was purchased by an individual are non-taxable, and therefore, would be excluded from Adjusted Gross Income.

⁷ [IRC 162(a)].

Gift Tax Exclusion

In addition to the annual Gift Tax Exclusion of \$15,000 (for 2015) per donee, a donor has the ability to pay for the medical expenses of the donee. (8) If those medical expenses are qualified LTCI premiums, the exclusion is subject to the age-based limits for Eligible Premium amounts listed in Table 1. An individual (donor) can purchase LTCI policies for family members (donees) and, to the extent that the premiums don't exceed the eligible LTCI premiums, can still maintain the annual Gift Tax Exclusion. If the donor pays more than the donee's eligible premium, the excess amount will reduce the donor's annual \$15,000 Gift Tax Exclusion.

EXAMPLE: Employee Deduction

BASIC INFORMATION	
Annual Gift Tax Exclusion	\$14,000
Age of LTCI Policy Recipient (Donee)	56
Annual Premium for Tax-Qualified LTCI Policy (Paid by Donor)	\$2,000

CALCULATING THE DEDUCTION	
Eligible LTCI Premium (Table 1)	\$1,430
Premium Amount that would Reduce the Annual Gift Tax Exclusion	\$570 (\$2,000-\$1,430)
Amount of Taxpayer's Remaining Annual Gift Tax Exclusion for Donee	\$13,430 (\$14,000-\$570)

Additional Considerations

Pension Protection Act of 2006 (PPA)

PPA includes provisions to encourage individuals to purchase LTCL, by making it more tax favorable under certain circumstances, including 1035 exchanges. A 1035 exchange (Internal Revenue Code § 1035) permits owners of life insurance and non-qualified annuities to exchange all or a portion of their contracts for certain types of contracts, without being taxed on the unrealized gain at the time of transfer. Specifically, PPA allows tax-free 1035 exchanges of life insurance, endowment, and non-qualified annuity contracts for LTCL policies.

Return of Premium

Upon surrender or cancellation of the LTCL contract during the insured's lifetime, any refund shall be included in gross income to the extent that any deduction or exclusion was allowable with respect to the premiums.

Upon death of the insured, any refund may be included in the beneficiary's gross income to the extent that it was either excluded from the owner's income or deducted by the owner.

The client should consult his / her tax advisor for the tax consequences of any return of premium.

Health Savings Account (HSA)

Tax-qualified LTCL premiums can be reimbursed through an HSA, tax-free, up to the Eligible Premium amounts listed in Table 1, even if the HSA is offered through an employer-provided cafeteria plan.

Health Reimbursement Account (HRA)

Reimbursements for insurance covering medical care expenses, as defined in IRC Sec.213(d), which includes qualified long-term care services and qualified LTCL premiums, are allowable under an HRA. Although employers pay for HRAs, an HRA cannot be provided by salary reduction or IRC Sec. 125 plans. As such, the LTCL premiums cannot be paid on a pre-tax basis through an HRA.

Cafeteria Plan

Tax-qualified LTCL policies cannot be purchased with pre-tax dollars under an employer-provided cafeteria plan. However, LTCL premiums may be paid through an HSA that is offered under an employer-provided cafeteria plan.

Flexible Spending Account (FSA)

Tax-qualified LTCL premiums cannot be reimbursed through an FSA.

State Tax Incentives

The information provided in this chart is general and informational only. The information is not tax advice and does not guarantee that state benefits will be available. An individual should consult his / her tax advisor to determine if state tax benefits are available in his / her situation. This chart represents state law as it existed when this chart was created and may not reflect recent changes in state law.

STATE	CREDIT/ DEDUCTION	SUMMARY
Alabama	Deduction	A deduction is allowed for the amount of premiums paid pursuant to a qualifying insurance contract for qualified LTCI coverage.
Alaska	None	None
Arizona	None	None
Arkansas	Deduction	"Eligible" LTCI premiums may be deductible as medical expenses when such premiums are paid towards "qualified" LTCI. The definition of "qualified" LTCI is set forth in IRC Sec. 7702B(b)(1). This deduction for unreimbursed medical expenses can be taken only to the extent such expenses exceeds 10% of the taxpayer's AGI. (e.g. same deduction allowed federally.)
California	Deduction	Permits the same tax deduction as is allowed for federal income tax purposes for premiums paid for the purchase of qualified LTCI.
Colorado	Credit	State income tax credit equal to the lesser of 25% of premiums paid for an LTCI policy or \$150 per policy or \$300 for married couple with two separate policies. Individuals who qualify for the credit are those with federal taxable income less than \$50,000 (\$100,000 for joint filers claiming a credit for 2 policies). An LTCI policy must meet Colorado's definition of long-term care. You must be a resident.
Connecticut	None	None
Delaware	None	None
District of Columbia	Deduction	A deduction in the amount an individual pays annually in premiums paid for LTCI is permitted from gross income, provided that the deduction does not exceed \$500 per year, per individual, whether the individual files individually or jointly. An LTCI policy must meet the District of Columbia's definition of long-term care.
Florida	None	None
Georgia	None	None
Hawaii	Deduction	An individual state tax deduction is allowed for LTCI premiums. This deduction is limited in the same manner as the deduction on the federal level, and is also only available to the extent that all medical expenses, including long-term care, exceed 10% of Hawaii Adjusted Gross Income instead of the Federal Adjusted Gross Income.

STATE	CREDIT/ DEDUCTION	SUMMARY
Idaho	Deduction	Premiums paid during the taxable year, by a taxpayer for LTCI, which LTCI is to be for the benefit of the taxpayer, a dependent of the taxpayer, or an employee of the taxpayer, may be deducted from taxable income to the extent that the premium is not otherwise deducted or accounted for by the taxpayer for Idaho income tax purposes. The deduction may be taken for a federally tax-qualified LTCI policy meeting Idaho's definition of LTCI.
Illinois	None	None
Indiana	Deduction This deduction applies only to IN Partnership Policies.	An individual taxpayer is permitted to deduct an amount equal to the eligible portion of premiums paid during the taxable year by the taxpayer for a qualified LTCI policy (as defined in the Indiana Code) for the taxpayer, the taxpayer's spouse, or both. Deduction only applies to the Partnership program. Ind. Code § 6-3-1-3.5 and §12-15-39.6.5 (Qualified Long-Term Care Policy)
Iowa	Deduction	Permits tax deduction from net income for premiums paid for LTCI coverage for nursing home coverage to the same extent allowable under federal law and to the extent not otherwise deducted in computing Adjusted Gross Income.
Kansas	None	None
Kentucky	Exclusion	A taxpayer may exclude from Kentucky Adjusted Gross Income any amounts paid for LTCI as defined in the Kentucky Code
Louisiana	Credit	A credit against the individual income tax for amounts paid as premiums for eligible LTCI. The amount of the credit shall be equal to 10% of the total amount of premiums paid annually by each individual claiming the credit and must meet the specified qualification requirements.
Maine	Credit/ Deduction	<p>CREDIT: An employer providing long-term care benefits to its employees may qualify for the tax credit. A credit is allowed against the tax imposed for each taxable year equal to the lowest of the following: (A) \$5,000; (B) 20% of the costs incurred by the taxpayer in providing LTCI policy coverage as part of the benefit package; or (C) \$100 for each employee covered by an employer-provided LTCI policy.</p> <p>DEDUCTION: A taxpayer is entitled to a state tax deduction for qualified LTCI premiums as long as the amount deducted is reduced by any amount deducted for federal income tax purposes and by any LTCI premiums claimed as an itemized deduction pursuant to Maine Rev. Stat. tit. 36 section 5125. The long-term care contract must be certified under Maine Revised Statutes Ann. Title 24-A., Section 5075-A.</p>
Maryland	Credit	<p>A credit is allowed against the state income tax for employers providing long-term care insurance up to an amount equal to 5% of the costs incurred by the employer during the taxable year for providing long-term care insurance as a part of an employee benefit package. The credit may not exceed \$5,000 or \$100 for each employee covered</p> <p>A one-time credit is allowed per individual against the state income tax in an amount equal to 100% of the eligible federally qualified long-term care insurance premiums covering the individual, spouse, parent, step-parent, child, or step-child, not to exceed \$500</p>

STATE	CREDIT/ DEDUCTION	SUMMARY
Massachusetts	None	None
Michigan	None	None
Minnesota	Credit	A taxpayer is allowed a tax credit for premiums paid during the tax year for LTCI (as defined under Minnesota law). The Credit for each policy is equal to the lesser of 25% of premiums paid to the extent not deducted in determining federal taxable income OR \$100. Maximum allowable credit per year is \$200 for couples filing jointly and \$100 for all other filers. Any unused tax credit may not be carried forward to future tax years. No credit is allowed if the taxpayer deducted the premium amounts when net taxable income was calculated or the premiums were excluded from net taxable income.
Mississippi	Credit	A credit is allowed against income taxes imposed under Chapter 7 in an amount equal to 25% of the premium costs paid during the taxable year for a qualified LTCI policy that offers coverage to either the individual, spouse, parent or parent-in-law, or dependent. The credit shall not exceed \$500 or the taxpayer's income tax liability, whichever is less, for each qualified LTCI policy. Any unused tax credit may not be carried forward to future tax years. No credit is allowed if the taxpayer deducted the premium amounts when net taxable income was calculated or the premiums were excluded from net taxable income.
Missouri	Deduction	A resident individual may deduct from each individual's Missouri taxable income an amount equal to 100% of all unreimbursed amounts paid by such individuals for qualified LTCI premiums to the extent such amounts are not included in the individual's itemized deductions. A married individual filing a Missouri income tax return separately from his or her spouse shall be allowed to make a deduction pursuant to this section in an amount equal to the proportion of such individual's payment of all qualified LTCI premiums. The director of the department of revenue shall place a line on all Missouri individual income tax returns for the deduction created by this section.
Montana	Credit/ Deduction	CREDIT: A limited credit is available for the expense of caring for certain elderly family members (which includes premiums paid for LTCI coverage). The amount of credit is determined based on the taxpayer's adjusted gross income and cannot exceed \$5,000 per qualifying family member in a taxable year (\$10,000 for two or more family members). DEDUCTION A deduction is allowed for all premium payments made directly by the taxpayer for long-term care insurance policies or certificates that provide coverage primarily for any qualified long-term care services for the taxpayer, the taxpayer's parents, or the taxpayer's grandparents. In order to take this deduction, the premiums must not have been deducted elsewhere on your tax return when you determine your Montana adjusted gross income.
Nebraska	Deduction	Allows a state income tax deduction for The Nebraska Long-Term Care Savings Plan contributions of up to \$2,000 per married filing jointly return or \$1,000 for any other return, to the extent not deducted for federal income tax purposes.

STATE	CREDIT/ DEDUCTION	SUMMARY
Nevada	None	None
New Hampshire	None	None
New Jersey	Deduction	Allows a deduction for medical expenses (including LTCI premiums for taxpayers, their spouses or dependents) to the extent such expenses exceed 2% of taxpayer's gross income
New Mexico	Credit/ Exemption	<p>CREDIT: Allows taxpayers 65 and older and not a dependent of another taxpayer to claim a credit of \$2,800 for medical care expenses, which includes LTCI premiums, paid for the taxpayer, spouse, or dependents if expenses equal \$28,000 or more within a taxable year and if expenses are not reimbursed or compensated.</p> <p>EXEMPTION: Taxpayers 65 and older are entitled to an exemption of \$3,000 for medical care expenses, which include long-term care insurance premiums, if such expenses equal \$28,000 or more within a taxable year and are unreimbursed or uncompensated.</p>
New York	Credit	<p>A credit for personal income tax is allowed equal to 20% of the premium paid during the taxable year for qualified long-term care insurance.</p> <p>A credit is allowed against the corporation tax equal to 20% of the premiums paid during the taxable year for qualified long-term care insurance. The credit may not reduce the tax payable to less than the state minimum tax, but any excess credit may be carried forward.</p> <p>An S corporation is allowed a credit against the personal income tax equal to 20% of the premium paid during the taxable year for qualified long-term care insurance.</p>
North Carolina	Credit	This tax credit allows a credit of 15% of the premiums paid for LTCI during the taxable year and is limited to taxpayers with less than specific adjusted gross incomes based on filing status (e.g., earning less than \$100,000 for a married couple). Up to \$350 is allowed for each LTCI contract. This credit expires for taxable years beginning on or after 1/1/2014
North Dakota	Credit	Allows for a tax credit equal to premiums paid but not to exceed \$250 in each taxable year for state residents who paid premiums on a North Dakota LTC Partnership qualified plan covering the taxpayer or his/her spouse.
Ohio	Deduction	Allows a deduction for the amount paid for qualified LTCI for the taxpayer, his/her spouse, and dependents (but only to the extent not otherwise allowable as a deduction or exclusion in computing federal or Ohio adjusted gross income).
Oklahoma	Deduction	Permits the same tax deduction as is allowed for federal income tax purposes.
Oregon	Credit	A credit is allowed for amounts paid or incurred for LTCI by an individual on behalf of individual, dependents or parents and for amounts paid or incurred by an employer on behalf of employees. The credit is limited to the lesser of 15% of premiums or \$500. In order for the credit to be available the policy must have been issued after January 1, 2000. The credit is not refundable and cannot be carried forward

STATE	CREDIT/ DEDUCTION	SUMMARY
Pennsylvania	None	None
Rhode Island	None	None
South Carolina	None	None
South Dakota	None	None
Tennessee	None	None
Texas	None	None
Utah	None	None
Vermont	None	None
Virginia	Credit/ Deduction	<p>CREDIT: Provides a credit against individual income taxes for certain LTCI premiums paid by the individual during the taxable year. The amount of the credit shall equal 15% of the amount paid during the taxable year. The credit cannot be claimed to the extent the individual has claimed a deduction for federal income tax purposes for LTCI premiums for himself or a deduction under Va. Code Ann. § 58.1-322 (D)(10).</p> <p>DEDUCTION: The amount paid annually in LTCI premiums may be deducted from federal adjusted gross income in computing VA taxable income. The deduction is only allowed if the individual did not claim a deduction for these premiums for federal income tax purposes</p>
Washington	None	None
West Virginia	Deduction	A deduction is allowed for resident taxpayers for amounts paid during the taxable year for premiums for LTCI as defined in the West Virginia Code, for taxpayer, his/her spouse, parent or dependent, from the federal adjusted gross income reported on the West Virginia state tax return. A deduction is allowed on the state level only to the extent the amount is not allowable as a deduction for purposes of determining the taxpayer's federal adjusted gross income for the year of payment.
Wisconsin	Deduction	Allows a person to subtract from federal adjusted gross income a portion (generally 100% of the amount paid for the policy minus the amounts deducted from gross income for a LTCI policy in the calculation of federal adjusted gross income) of the amount paid for a LTCI policy for taxpayer and his spouse when computing Wisconsin taxable income. The deduction is not available on the state level to the extent a deduction was taken for these premiums on the federal return. In addition, the amount claimed as a deduction from LTCI in calculation of federal taxable income is excluded from the Wisconsin itemized deductions credit.
Wyoming	None	None