

# SENATE BILL 9

Q4

4lr0347

(PRE-FILED)

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By: **Senator Astle**

Requested: July 24, 2013

Introduced and read first time: January 8, 2014

Assigned to: Budget and Taxation

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Committee Report: Favorable

Senate action: Adopted

Read second time: January 31, 2014

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Sales and Use Tax – Exemption – Veterans Organizations That Sell Marine**  
3 **Corps Uniforms**

4 FOR the purpose of providing that the sales and use tax does not apply to a sale by  
5 certain tax-exempt veterans organizations that sell certain United States  
6 Marine Corps uniforms; providing for the application of this Act; and generally  
7 relating to a sales and use tax exemption for certain tax-exempt veterans  
8 organizations.

9 BY repealing and reenacting, with amendments,  
10 Article – Tax – General  
11 Section 11-204(b)(6) and (7)  
12 Annotated Code of Maryland  
13 (2010 Replacement Volume and 2013 Supplement)

14 BY adding to  
15 Article – Tax – General  
16 Section 11-204(b)(8)  
17 Annotated Code of Maryland  
18 (2010 Replacement Volume and 2013 Supplement)

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

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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Article – Tax – General

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11–204.

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(b) The sales and use tax does not apply to a sale by:

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(6) a parent–teacher organization or other organization within an elementary or secondary school in the State or within a school system in the State; [or]

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(7) subject to subsection (e) of this section, a bona fide church, religious organization, or other nonprofit organization exempt from taxation under § 501(c)(3) of the Internal Revenue Code if:

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(i) the sale is made at an auction sale; and

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(ii) the proceeds of the sale are used to carry on the exempt purposes of the church or organization; OR

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**(8) A VETERANS ORGANIZATION THAT:**

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**(i) IS QUALIFIED AS TAX EXEMPT UNDER § 501(C)(19) OF THE INTERNAL REVENUE CODE; AND**

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**(ii) SELLS UNITED STATES MARINE CORPS UNIFORMS THAT HAVE BEEN APPROVED AND CERTIFIED BY THE UNITED STATES MARINE CORPS SYSTEMS COMMAND.**

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SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed to apply retroactively and shall be applied to and interpreted to affect any sale occurring on or after July 1, 2010.

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SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2014.

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Approved:

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Governor.

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President of the Senate.

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Speaker of the House of Delegates.