

HOUSE BILL 1167

Q3

(6lr2250)

ENROLLED BILL

— *Ways and Means/Budget and Taxation* —

Introduced by **Delegates Buckel, Beitzel, Mautz, and Otto**

Read and Examined by Proofreaders:

Proofreader.

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this

_____ day of _____ at _____ o'clock, _____ M.

Speaker.

CHAPTER _____

1 AN ACT concerning

2 **Biotechnology Investment Tax Credit – Investment in Qualified Companies in**
3 **Low-Income Areas**

4 FOR the purpose of altering the amount of the credit allowed against the State income tax
5 for certain investments in certain qualified Maryland biotechnology companies
6 located in certain counties; providing for the application of this Act; and generally
7 relating to a credit against the State income tax for certain investments in certain
8 biotechnology companies.

9 BY repealing and reenacting, without amendments,
10 Article – Tax – General
11 Section 10–725(b)(1)
12 Annotated Code of Maryland
13 (2010 Replacement Volume and 2015 Supplement)

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.

Italics indicate opposite chamber/conference committee amendments.



1 BY repealing and reenacting, with amendments,
 2 Article – Tax – General
 3 Section 10–725(d)(1)
 4 Annotated Code of Maryland
 5 (2010 Replacement Volume and 2015 Supplement)

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

8 **Article – Tax – General**

9 10–725.

10 (b) (1) Subject to paragraphs (2) and (3) of this subsection and subsections (d)
 11 and (e) of this section, for the taxable year in which an investment in a qualified Maryland
 12 biotechnology company is made, a qualified investor may claim a credit against the State
 13 income tax in an amount equal to the amount of tax credit stated in the final credit
 14 certificate approved by the Secretary for the investment as provided under this section.

15 (d) (1) The tax credit allowed in an initial tax credit certificate issued under
 16 this section is:

17 **(I) EXCEPT AS PROVIDED IN ITEM (II) OF THIS PARAGRAPH, 50%**
 18 **of the investment in a qualified Maryland biotechnology company, not to exceed \$250,000;**
 19 **OR**

20 **(II) IF A QUALIFIED MARYLAND BIOTECHNOLOGY COMPANY IS**
 21 **LOCATED IN ALLEGANY, DORCHESTER, GARRETT, OR SOMERSET COUNTIES ~~OR~~**
 22 **~~BALTIMORE CITY~~, 75% OF THE INVESTMENT IN THE QUALIFIED MARYLAND**
 23 **BIOTECHNOLOGY COMPANY, NOT TO EXCEED \$500,000.**

24 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June
 25 1, 2016, and shall be applicable to all initial tax credit certificates issued after June 30,
 26 2016.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.