

# SENATE BILL 220

Q4

6lr1928

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By: **Senators Brochin, Jennings, and Klausmeier**

Introduced and read first time: January 21, 2016

Assigned to: Budget and Taxation

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## A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Alcoholic Beverages – Rate Reduction**

3 FOR the purpose of altering the rate of the sales and use tax applied to certain sales of  
4 alcoholic beverages; and generally relating to the Maryland sales and use tax.

5 BY repealing and reenacting, with amendments,  
6 Article – Tax – General  
7 Section 11–104(g)  
8 Annotated Code of Maryland  
9 (2010 Replacement Volume and 2015 Supplement)

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

12 **Article – Tax – General**

13 11–104.

14 (g) The sales and use tax rate for the sale of an alcoholic beverage, as defined in  
15 § 5–101 of this article, is:

16 (1) **[9%] 5%** of the charge for the alcoholic beverage; and

17 (2) 6% of a charge that is made in connection with the sale of an alcoholic  
18 beverage and is stated as a separate item of the consideration and made known to the buyer  
19 at the time of sale for:

20 (i) any labor or service rendered;

21 (ii) any material used; or

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (iii) any property sold.

2 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July  
3 1, 2016.