

SENATE BILL 454

Q4

6lr2560

By: **Senator Serafini**

Introduced and read first time: February 2, 2016

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Manufacturing Businesses – Exemption for Energy Costs**

3 FOR the purpose of exempting from the sales and use tax certain sales of certain fuels to a
4 business entity that is primarily engaged in a certain activity; and generally relating
5 to an exemption for certain sales from the sales and use tax.

6 BY adding to

7 Article – Tax – General

8 Section 11–207(c)

9 Annotated Code of Maryland

10 (2010 Replacement Volume and 2015 Supplement)

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

13 **Article – Tax – General**

14 11–207.

15 **(C) THE SALES AND USE TAX DOES NOT APPLY TO A SALE OF ELECTRICITY,**
16 **STEAM, OR ARTIFICIAL OR NATURAL GAS FOR USE BY A BUSINESS ENTITY THAT IS**
17 **PRIMARILY ENGAGED IN A MANUFACTURING ACTIVITY.**

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
19 1, 2016.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

