

SENATE BILL 254

Q3
SB 371/16 – B&T

7lr2281
CF HB 1174

By: **Senators Peters, Middleton, and Miller**
Introduced and read first time: January 20, 2017
Assigned to: Budget and Taxation

Committee Report: Favorable
Senate action: Adopted
Read second time: March 1, 2017

CHAPTER _____

1 AN ACT concerning

2 **Income Tax – Subtraction Modification – Perpetual Conservation Easements**

3 FOR the purpose of providing a subtraction modification under the Maryland income tax
4 for certain proceeds from the sale of a perpetual conservation easement on real
5 property in the State; providing for the application of this Act; and generally relating
6 to a subtraction modification under the Maryland income tax for certain proceeds
7 from the sale of a perpetual conservation easement on real property in the State.

8 BY repealing and reenacting, without amendments,
9 Article – Tax – General
10 Section 10–207(a)
11 Annotated Code of Maryland
12 (2016 Replacement Volume)

13 BY adding to
14 Article – Tax – General
15 Section 10–207(ee)
16 Annotated Code of Maryland
17 (2016 Replacement Volume)

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

20 **Article – Tax – General**

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.



1 10-207.

2 (a) To the extent included in federal adjusted gross income, the amounts under
3 this section are subtracted from the federal adjusted gross income of a resident to determine
4 Maryland adjusted gross income.

5 **(EE) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES**
6 **THE FIRST \$250,000 OF COMPENSATION RECEIVED BY AN INDIVIDUAL DURING THE**
7 **TAXABLE YEAR IN EXCHANGE FOR THE SALE OF A PERPETUAL CONSERVATION**
8 **EASEMENT ON REAL PROPERTY LOCATED IN THE STATE.**

9 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
10 1, 2017, and shall be applicable to all taxable years beginning after December 31, 2016.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.