

Chapter 303

(House Bill 43)

AN ACT concerning

Income Tax – Subtraction Modification – Perpetual Conservation Easements

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

BY repealing and reenacting, without amendments,
 Article – Tax – General
 Section 10–207(a)
 Annotated Code of Maryland
 (2016 Replacement Volume and 2017 Supplement)

BY adding to
 Article – Tax – General
 Section 10–207(gg)
 Annotated Code of Maryland
 (2016 Replacement Volume and 2017 Supplement)

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

Article – Tax – General

10–207.

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

(GG) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE FIRST ~~\$100,000~~ \$50,000 OF COMPENSATION RECEIVED BY AN INDIVIDUAL DURING THE TAXABLE YEAR IN EXCHANGE FOR THE SALE OF A PERPETUAL CONSERVATION EASEMENT ON REAL PROPERTY LOCATED IN THE STATE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2018, and shall be applicable to all taxable years beginning after December 31, 2017.

Approved by the Governor, April 24, 2018.