

SB0467/469036/1

BY: Budget and Taxation Committee

AMENDMENTS TO SENATE BILL 467
(First Reading File Bill)

AMENDMENT NO. 1

On page 1, strike beginning with “Sales” in line 2 down through “Supplies” in line 3 and substitute “Income Tax – Subtraction Modification – Classroom Supplies Purchased by Teachers”; and strike beginning with “altering” in line 4 down through “State.” in line 6 and substitute “allowing a subtraction modification under the Maryland income tax for up to a certain amount of expenses paid or incurred by certain teachers during a taxable year for certain classroom supplies; defining a certain term; providing for the application of this Act; and generally relating to a Maryland income tax subtraction modification for certain classroom supplies.”;

and strike in their entirety lines 7 through 11, inclusive, and substitute:

“BY repealing and reenacting, without amendments,
Article – Tax – General
Section 10–208(a)
Annotated Code of Maryland
(2016 Replacement Volume and 2017 Supplement)

BY adding to
Article – Tax – General
Section 10–208(w)
Annotated Code of Maryland
(2016 Replacement Volume and 2017 Supplement)”.

AMENDMENT NO. 2

On pages 1 and 2, strike in their entirety the lines beginning with line 15 on page 1 through line 9 on page 2, inclusive, and substitute:

(Over)

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“10-208.

(a) In addition to the modification under § 10–207 of this subtitle, the amounts under this section are subtracted from the federal adjusted gross income of a resident to determine Maryland adjusted gross income.

(W) (1) IN THIS SUBSECTION, “ELIGIBLE TEACHER” MEANS AN INDIVIDUAL WHO IS A KINDERGARTEN THROUGH GRADE 12 CLASSROOM TEACHER IN AN ELEMENTARY OR SECONDARY SCHOOL IN THE STATE ON A FULL-TIME BASIS FOR AN ACADEMIC YEAR ENDING DURING THE TAXABLE YEAR.

(2) SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, THE SUBTRACTION ALLOWED UNDER SUBSECTION (A) OF THIS SECTION INCLUDES UP TO \$250 OF THE UNREIMBURSED EXPENSES PAID OR INCURRED BY AN ELIGIBLE TEACHER DURING A TAXABLE YEAR FOR THE PURCHASE OF CLASSROOM SUPPLIES IF THE SUPPLIES ARE USED BY:

(I) STUDENTS IN THE CLASSROOM; OR

(II) THE ELIGIBLE TEACHER TO PREPARE FOR OR DURING CLASSROOM TEACHING.

(3) THE AMOUNT ALLOWED AS A SUBTRACTION UNDER PARAGRAPH (2) OF THIS SUBSECTION DOES NOT INCLUDE AN EXPENSE THAT IS SUBTRACTED FROM FEDERAL ADJUSTED GROSS INCOME UNDER § 62 OF THE INTERNAL REVENUE CODE.”.

AMENDMENT NO. 3

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On page 2, in line 11, after “2018” insert “, and shall be applicable to all taxable years beginning after December 31, 2017”.