

SB0318/155465/1

BY: Committee on Ways and Means

AMENDMENTS TO SENATE BILL 318
(Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, after “Alteration” insert “and Cost-of-Living Adjustments”; in line 4, after “tax;” insert “altering the minimum and maximum limitation amounts of certain standard deductions allowed under the Maryland income tax for certain taxable years by a certain cost-of-living adjustment;”; and in line 5, strike “and termination”.

AMENDMENT NO. 2

On page 2, in lines 13, 17, and 20, strike “\$2,500”, “\$5,000”, and “\$5,000”, respectively, and substitute “\$2,250”, “\$4,500”, and “\$4,500”, respectively; after line 20, insert:

“(D) (1) FOR EACH TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2018, EACH MINIMUM AND MAXIMUM STANDARD DEDUCTION LIMITATION AMOUNT SPECIFIED IN SUBSECTION (C) OF THIS SECTION SHALL BE INCREASED BY AN AMOUNT EQUAL TO THE PRODUCT OF MULTIPLYING THE MINIMUM AND MAXIMUM STANDARD DEDUCTION LIMITATION AMOUNT BY THE COST-OF-LIVING ADJUSTMENT SPECIFIED IN THIS SUBSECTION.

(2) FOR PURPOSES OF THIS SUBSECTION, THE COST-OF-LIVING ADJUSTMENT IS THE COST-OF-LIVING ADJUSTMENT WITHIN THE MEANING OF § 1(F)(3) OF THE INTERNAL REVENUE CODE FOR THE CALENDAR YEAR IN WHICH A TAXABLE YEAR BEGINS, AS DETERMINED BY THE COMPTROLLER, BY SUBSTITUTING “CALENDAR YEAR 2017” FOR “CALENDAR YEAR 2016” IN § 1(F)(3)(A) OF THE INTERNAL REVENUE CODE.

(3) IF ANY INCREASE DETERMINED UNDER PARAGRAPH (1) OF

(Over)

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**THIS SUBSECTION IS NOT A MULTIPLE OF \$50, THE INCREASE SHALL BE
ROUNDED DOWN TO THE NEXT LOWEST MULTIPLE OF \$50.**;

and strike beginning with “, but” in line 22 down through “effect” in line 25.