Q3 9lr1279 (PRE–FILED)

By: Senator Serafini

Requested: November 16, 2018

Introduced and read first time: January 9, 2019

Assigned to: Budget and Taxation

## A BILL ENTITLED

1 AN ACT concerning

## 2 Income Tax – Standard Deduction – Alteration

- FOR the purpose of altering the determination of the amount of the standard deduction allowed for an individual under the Maryland income tax; providing that a certain cost—of—living adjustment applicable to the minimum and maximum limitation amounts of certain standard deductions allowed under the Maryland income tax applies beginning with a certain taxable year; providing for the application of this Act; and generally relating to the standard deduction allowed under the Maryland income tax.
- 10 BY repealing and reenacting, with amendments,
- 11 Article Tax General
- 12 Section 10–217
- 13 Annotated Code of Maryland
- 14 (2016 Replacement Volume and 2018 Supplement)
- 15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 16 That the Laws of Maryland read as follows:

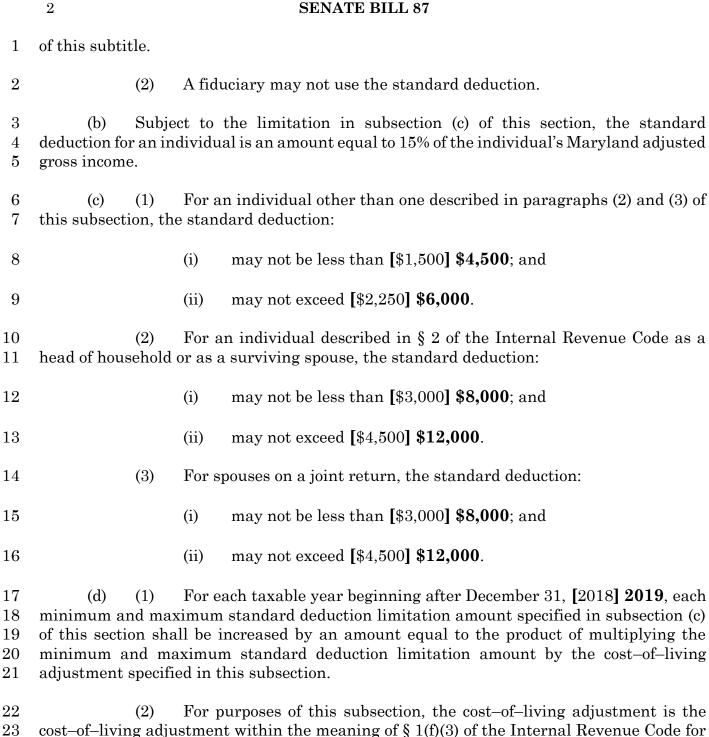
## 17 Article - Tax - General

- 18 10–217.
- 19 (a) (1) (i) Except as otherwise provided in this subsection, an individual 20 may elect to use the standard deduction to compute Maryland taxable income whether or 21 not the individual itemizes deductions on the individual's federal income tax return in
- 22 determining federal taxable income.
- 23 (ii) If an individual elects to use the standard deduction on the 24 federal income tax return, the individual may not take any itemized deduction in § 10–218



24

25



26 Internal Revenue Code. 27 (3)If any increase determined under paragraph (1) of this subsection is not 28 a multiple of \$50, the increase shall be rounded down to the next lowest multiple of \$50.

the calendar year in which a taxable year begins, as determined by the Comptroller, by

substituting "calendar year [2017] 2018" for "calendar year 2016" in § 1(f)(3)(A) of the

29 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 30 1, 2019, and shall be applicable to all taxable years beginning after December 31, 2018.