

HOUSE BILL 1161

Q3

11r2601

By: **Delegate Thiam**

Introduced and read first time: February 8, 2021

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax – Subtraction Modification – School Supplies**

3 FOR the purpose of allowing a subtraction modification under the Maryland income tax for
4 up to a certain amount of expenses paid or incurred by certain individuals during
5 certain taxable years for certain school supplies used by certain students; defining a
6 certain term; providing for the termination of this Act; and generally relating to a
7 subtraction modification under the Maryland income tax for certain school supplies.

8 BY repealing and reenacting, without amendments,

9 Article – Tax – General

10 Section 10–208(a)

11 Annotated Code of Maryland

12 (2016 Replacement Volume and 2020 Supplement)

13 BY adding to

14 Article – Tax – General

15 Section 10–208(y)

16 Annotated Code of Maryland

17 (2016 Replacement Volume and 2020 Supplement)

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**

21 10–208.

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

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **(Y) (1) IN THIS SUBSECTION, "SCHOOL SUPPLIES" INCLUDES:**

2 **(I) COMPUTER EQUIPMENT;**

3 **(II) COMPUTER SOFTWARE AND SERVICES;**

4 **(III) MATERIALS USED FOR A VIRTUAL LEARNING**
5 **ENVIRONMENT; AND**

6 **(IV) ATHLETIC SUPPLIES PURCHASED FOR HEALTH OR**
7 **PHYSICAL EDUCATION CLASSES.**

8 **(2) THE SUBTRACTION MODIFICATION UNDER SUBSECTION (A) OF**
9 **THIS SECTION INCLUDES UP TO \$250 OF THE EXPENSES PAID OR INCURRED DURING**
10 **A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2019, BUT BEFORE JANUARY 1,**
11 **2022, BY A PARENT OR GUARDIAN OF A STUDENT IN KINDERGARTEN THROUGH**
12 **GRADE 12 FOR THE PURCHASE OF SCHOOL SUPPLIES USED BY THE STUDENT.**

13 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
14 1, 2021. It shall remain effective for a period of 1 year and, at the end of June 30, 2022, this
15 Act, with no further action required by the General Assembly, shall be abrogated and of no
16 further force and effect.