March 7, 2024

The Honorable Vanessa Atterbeary, Chair House Ways & Means Committee Room 131 Taylor House Office Building Annapolis, MD 21401

Subject: HB1515, Sales and Use Tax-Rate Reduction and Services

Dear Chairwoman Atterbeary & Committee Members,

My purpose in writing is to offer my strongest opposition to House Bil 1515, Sales and Use Tax- Rate Reduction and Services.

This historic increase in the Marland Sales and Use tax could thrust small businesses into the most detrimental time ever. Many of my clients are small businesses that this tax is being proposed for and they simply would not be able to stay in operation with the significant decrease in revenue that this will result in. Our national economy is still facing serious uncertainty due to the affects of inflation. Our employee costs have risen dramatically due to compensation and benefit mandates from the federal and state government. Our cost-of-goods has grown significantly, yet consumer confidence is still affected by the recent global pandemic.

One of my biggest concerns is that any business located in Frederick County is impacted by our proximity to nearby states (PA, VA and WVA) who's economies are not burdened by rising sales taxes on goods and services the same way that we will be should HB1515 become law.

Please reject this economy-stifling and job-killing initiative by issuing an UNFAVORABLE committee report on HB1515.

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