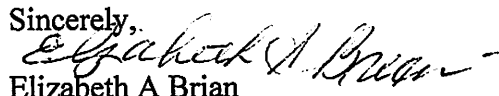


Thank you for your consideration.

Sincerely,

A handwritten signature in cursive script, appearing to read "Elizabeth A. Brian", with a long horizontal flourish extending to the right.

Elizabeth A Brian

Accountant

Elizabeth A Brian

Lizbrian1147@gmail.com

MSATP Member

The Honorable Vanessa Atterbeary
Chair, House Ways and Means Committee
House Office Building, Room 131
6 Bladen Street
Annapolis, MD 21401

RE: OPPOSITION to House Bill 1554 - Sales and Use Tax – Taxable Business Services – Alterations

Dear Chair Atterbeary and Committee Members:

I am writing to express my strong opposition to House Bill 1554 as a **[Accountant and Tax Preparer]** and member of the Maryland Society of Accounting and Tax Professionals (MSATP). My practice is based in **[Clarksville]**, where I have been serving Maryland taxpayers and businesses for **20** years.

This legislation, which would impose a 2.5% sales tax on accounting, tax preparation, and bookkeeping services provided to business entities, would have severe negative consequences for both my practice and the **5** Maryland small businesses I serve.

The impact on my practice would be immediate and substantial. As a **Solo Practitioner** operate with limited resources and tight margins. Implementing this tax would require significant investments in technology, staff training, and client education – a substantial burden for a small professional practice like mine.

More concerning is how this tax would affect my clients. For example, **My client base is family owner business that employ 40 employees. These business help keep the Maryland economy going. This bill would impose an additional \$240 tax on these essential services.**For small businesses already operating on thin margins, these increased costs could lead to difficult decisions about reducing their use of professional services.

I find it particularly troubling that while accounting services would be subject to this new tax, legal services are conspicuously excluded. This creates an unfair competitive disadvantage where approximately 188,917 accounting businesses would be taxed, while 359,026 legal service businesses would remain exempt. This selective application raises serious questions about equity and fairness in our tax system.

From my professional experience helping businesses maintain tax compliance, I can tell you with certainty that this legislation would have unintended consequences. Some of my clients would inevitably reduce their use of professional accounting services, potentially leading to errors in tax filings, missed deductions, and even unintentional non-compliance – outcomes that benefit neither the businesses nor the state.

As someone dedicated to helping Maryland businesses navigate complex tax regulations, I ask you to consider the real impact this legislation would have on small accounting practices and the businesses we serve. I respectfully urge you to issue an unfavorable report on House Bill 1554.