
By: Delegate Edwards

Introduced and read first time: January 29, 1996

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax - Exemption for Sales by Public Primary and Secondary Schools**

3 FOR the purpose of exempting from the sales and use tax a sale by a public primary or
4 secondary school in the State under certain circumstances.

5 BY repealing and reenacting, with amendments,
6 Article - Tax - General
7 Section 11-204(b)
8 Annotated Code of Maryland
9 (1988 Volume and 1995 Supplement)

10 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
11 MARYLAND, That the Laws of Maryland read as follows:

12 **Article - Tax - General**

13 11-204.

14 (b) The sales and use tax does not apply to a sale by:

15 (1) a bona fide church or religious organization, if the sale is made for the
16 general purposes of the church or organization;

17 (2) a gift shop at a mental hospital that the Department of Health and
18 Mental Hygiene operates;

19 (3) a hospital thrift shop that:

20 (i) is operated by all volunteer staff;

21 (ii) sells only donated articles;

22 (iii) contributes the profits from sales to the hospital with which the
23 shop is associated; and

24 (iv) is not operated in conjunction with a gift shop or another retail
25 establishment; [or]

26 (4) a vending facility operated under the Maryland Vending Program for the
27 Blind if:

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1 (i) the facility is located on property held or acquired by or for the use
2 of the United States for any military or naval purpose; and

3 (ii) a post exchange or other tax exempt concession is located and
4 operated on the same property; OR

5 (5) A PUBLIC PRIMARY OR SECONDARY SCHOOL IN THE STATE, IF THE
6 PROCEEDS OF THE SALE ARE USED FOR THE GENERAL PURPOSES OF THE SCHOOL.

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
8 July 1, 1996.