
By: Delegates W. Baker, Conroy, Poole, and Kach

Introduced and read first time: February 23, 1996

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax - Subtraction Modification for Ground Heat Pump Systems**

3 FOR the purpose of providing a subtraction modification under the Maryland income tax
4 for certain amounts paid by an individual for a ground heat pump system; providing
5 for the application of this Act; and generally relating to a subtraction modification
6 for certain amounts paid for a ground heat pump system.

7 BY repealing and reenacting, without amendments,

8 Article - Tax - General
9 Section 10-208(a)
10 Annotated Code of Maryland
11 (1988 Volume and 1995 Supplement)

12 BY adding to

13 Article - Tax - General
14 Section 10-208(l)
15 Annotated Code of Maryland
16 (1988 Volume and 1995 Supplement)

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

19 **Article - Tax - General**

20 10-208.

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

24 (L) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES
25 40% OF THE EXPENSES THAT A TAXPAYER INCURS TO BUY AND INSTALL A GROUND
26 HEAT PUMP SYSTEM.

27 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
28 July 1, 1996 and shall be applicable to all taxable years beginning after December 31,
29 1995.