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**By: Delegate Campbell**

Introduced and read first time: January 29, 1997

Assigned to: Ways and Means

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A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax - Income Subject to Withholding - Pari-Mutuel Wagering**

3 FOR the purpose of altering a certain definition to include winnings derived from  
4 pari-mutuel wagering in certain provisions of law concerning income subject to  
5 withholding for income tax purposes; and providing for the application of this Act.

6 BY repealing and reenacting, with amendments,  
7 Article - Tax - General  
8 Section 10-905(e)  
9 Annotated Code of Maryland  
10 (1988 Volume and 1996 Supplement)

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

13 **Article - Tax - General**

14 10-905.

15 (e) "Wagering" includes:

16 (1) any lottery, including the State lottery;

17 (2) ANY PARI-MUTUEL WAGERING, INCLUDING ANY PARI-MUTUEL  
18 WAGERING CONDUCTED UNDER TITLE 11 OF THE BUSINESS REGULATION ARTICLE.

19 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
20 July 1, 1997 and shall be applicable to all taxable years beginning after December 31,  
21 1996; provided, however, that the changes made by this Act affecting the income tax  
22 withholding and reporting requirements shall be applicable to payment made on or after  
23 July 1, 1997.