
By: Delegates Klausmeier and DeCarlo

Introduced and read first time: January 31, 1997

Assigned to: Ways and Means

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 17, 1997

CHAPTER ____

1 AN ACT concerning

2 **Sales and Use Tax - Detective Services - Taxable Price**

3 FOR the purpose of altering the definition of taxable price under the sales and use tax to

4 exclude certain charges for reimbursement of certain expenses incurred in

5 connection with providing certain taxable services.

6 BY repealing and reenacting, with amendments,

7 Article - Tax - General

8 Section 11-101(j)(3)(i)

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 11-101.

15 (j) (3) "Taxable price" does not include:

16 (i) a charge that is made in connection with a sale and is stated as a

17 separate item of the consideration for:

18 1. a delivery, freight, or other transportation service for delivery

19 directly to the buyer by the vendor or by another person acting for the vendor;

20 2. a finance charge, interest, or similar charge for credit

21 extended to the buyer;

22 3. a labor or service for application or installation;

