

SENATE BILL 478

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Q4

1998 Regular Session
8r2060

By: **Senator Stoltzfus**

Introduced and read first time: February 6, 1998

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax - Nonprofit Organizations Located in Adjacent States**

3 FOR the purpose of eliminating a certain requirement for an organization located in
4 an adjacent state to be eligible for a certain exemption under the sales and use
5 tax for certain sales to certain nonprofit organizations.

6 BY repealing and reenacting, with amendments,
7 Article - Tax - General
8 Section 11-204(a)(3)
9 Annotated Code of Maryland
10 (1997 Replacement Volume)

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 11-204.

15 (a) The sales and use tax does not apply to:

16 (3) a sale to a nonprofit organization made to carry on its work, if the
17 organization:

18 (i) 1. is located in the State; or

19 2. is located in an adjacent jurisdiction [and provides its
20 services within the State on a routine and regular basis];

21 (ii) is a charitable, educational, or religious organization;

22 (iii) is not the United States; and

23 (iv) except for the American National Red Cross, is not a unit or
24 instrumentality of the United States;

1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
2 July 1, 1998.