

BY: Senator Haines

AMENDMENT TO SENATE BILL NO. 150
(First Reading File Bill - Committee Reprint)

On page 171, under:

Heading: STATE RESERVE FUND

Program: YA01.01

Entitled: Revenue Stabilization Fund

In line 29, after "Appropriation" insert "provided that it is the intent of the General Assembly that this reduction of \$247.2 million from the appropriation to the Revenue Stabilization Fund, shall be used to offset the costs of reducing the top marginal tax rate under the Maryland State income tax on individuals from 4.85% to 4.75% for tax year 2000 and from 4.8% to 4.75% for tax year 2001, and increasing the amount that an individual may deduct for each dependent to determine Maryland taxable income from \$1,850 to \$2,400 for tax year 2000 and from \$2,100 to \$2,400 for tax year 2001."; and in line 29, strike "400,000,000" and substitute "152,800,000".

Explanation: This amendment reduces the appropriation to the State Reserve Fund, with the intent that the funds be used to offset the revenue needs associated with acceleration of the income tax reduction.