HOUSE BILL 698

2001 Regular Session

1lr2338 **O**7 SB 766/00 - B&T CF SB 327 By: Delegate Howard Introduced and read first time: February 8, 2001 Assigned to: Ways and Means Committee Report: Favorable with amendments House action: Adopted Read second time: March 17, 2001 CHAPTER 1 AN ACT concerning 2 **Tobacco Tax - Purchase of Tax Stamps** 3 FOR the purpose of increasing the discount rate of the purchase price of tobacco tax stamps offered by the State Comptroller to certain wholesalers; repealing 4 certain provisions authorizing the State Comptroller to exempt certain persons 5 from posting security for the tobacco tax under certain circumstances; making 6 technical changes; and generally relating to the tobacco tax and the purchase of 7 8 tobacco tax stamps. 9 BY repealing and reenacting, with amendments, Article - Tax - General 10 Section 12-303(b) and 13-825(h) 11 Annotated Code of Maryland 12 13 (1997 Replacement Volume and 2000 Supplement) 14 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 15 MARYLAND, That the Laws of Maryland read as follows:

Article - Tax - General

The Comptroller shall allow a licensed wholesaler a discount of [0.82%]

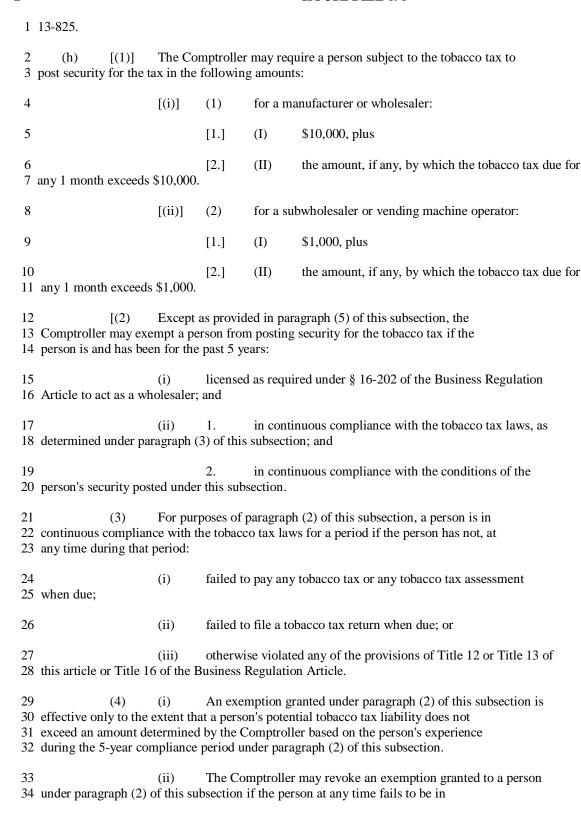
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17 12-303.

19 1.31% 1.1% of the purchase price of tax stamps.



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- 1 continuous compliance with the tobacco tax laws, as described in paragraph (3) of this 2 subsection.
- 3 (iii) The Comptroller may reinstate an exemption revoked under
- 4 subparagraph (ii) of this paragraph if the person meets the requirements of
- 5 paragraph (2)(i) and (ii) of this subsection for a period of 2 years following the
- 6 revocation.
- 7 (5) The Comptroller may not exempt a person from posting a bond or
- 8 other security for the tobacco tax unless the Comptroller determines that the person
- 9 is solvent and financially able to pay the person's potential tobacco tax liability.
- 10 (6) If a corporation is granted an exemption from posting a bond or other
- 11 security for the tobacco tax, any officer of the corporation who exercises direct control
- 12 over its fiscal management is personally liable for any tobacco tax, interest and
- 13 penalties owed by the corporation.]
- 14 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 15 July 1, 2001.