

BY: Delegate Bobo

AMENDMENTS TO SENATE BILL NO. 323

(Third Reading File Bill)

AMENDMENT NO. 1

On page 3, in line 9, after “Fund;” insert “altering a certain tax rate under the Maryland State income tax for individuals for a certain taxable year; requiring the Comptroller to issue new employer withholding tables reflecting a certain rate; requiring the Comptroller to waive certain interest and penalties for a certain taxable year;”.

On page 8, in line 1, strike “and 11-105” and substitute “10-105(a) and 11-105”.

AMENDMENT NO. 2

On page 51, after line 14, insert:

“10-105.

(a) The State income tax rate for an individual is:

(1) 2% of Maryland taxable income of \$1 through \$1,000;

(2) 3% of Maryland taxable income of \$1,001 through \$2,000;

(3) 4% of Maryland taxable income of \$2,001 through \$3,000; and

(4) for Maryland taxable income in excess of \$3,000:

[(i) 4.875% for a taxable year beginning after December 31, 1997 but before January 1, 1999;

(ii) 4.85% for a taxable year beginning after December 31, 1998 but before

(Over)

January 1, 2000;

(iii) 4.85% for a taxable year beginning after December 31, 1999 but before

January 1, 2001;]

[(iv)] (I) 4.8% for a taxable year beginning after December 31, 2000 but

before January 1, [2002] 2003; and

[(v)] (II) 4.75% for a taxable year beginning after December 31, [2001]

2002.”.

AMENDMENT NO. 3

On page 61, in line 20, after “applies.” insert “The Comptroller shall issue new employer withholding tables, to be effective as of July 1, 2002, reflecting the revised top marginal tax rate for calendar year 2002 under Section 16 of this Act. The Comptroller shall waive any interest or penalty imposed on an individual relating to payment of estimated tax for calendar year 2002 to the extent that the Comptroller determines that the interest or penalty would not have been incurred but for the revisions under Section 16 of this Act to the top marginal tax rate.”.