
By: **Delegates Hogan, Bartlett, Cardin, Cryor, Kaiser, McKee, and Myers**

Introduced and read first time: February 9, 2006

Assigned to: Ways and Means

Committee Report: Favorable

House action: Adopted

Read second time: March 20, 2006

CHAPTER_____

1 AN ACT concerning

2 **Sales and Use Tax - Bulk Vending Machines**

3 FOR the purpose of altering the maximum taxable price for purposes of a certain
4 exemption under the sales and use tax for a sale of tangible personal property
5 through certain vending machines.

6 BY repealing and reenacting, with amendments,
7 Article - Tax - General
8 Section 11-201.1
9 Annotated Code of Maryland
10 (2004 Replacement Volume and 2005 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 11-201.1.

15 (a) In this section, "bulk vending machine" means a vending machine that:

16 (1) contains unsorted merchandise; and

17 (2) on insertion of a coin, dispenses the unsorted merchandise in
18 approximately equal portions at random and without selection by the customer.

19 (b) The sales and use tax does not apply to a sale of tangible personal property
20 through a bulk vending machine for a taxable price of [25] 75 cents or less.

1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
2 July 1, 2006.