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By: **Delegate Niemann**

Rules suspended

Introduced and read first time: March 21, 2006

Assigned to: Rules and Executive Nominations

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A BILL ENTITLED

1 AN ACT concerning

2 **State Aid for Education - Certification of Net Taxable Income**

3 FOR the purpose of altering the definition of "net taxable income" in the calculation of  
4 certain State aid for education; providing for the application of this Act; and  
5 generally relating to the determination of net taxable income for purposes of  
6 certain State aid for education funding.

7 BY repealing and reenacting, with amendments,  
8 Article - Education  
9 Section 5-202(a)(9)  
10 Annotated Code of Maryland  
11 (2004 Replacement Volume and 2005 Supplement)

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
13 MARYLAND, That the Laws of Maryland read as follows:

14 **Article - Education**

15 5-202.

16 (a) (9) "Net taxable income" means the amount certified by the State  
17 Comptroller for the second completed calendar year before the school year for which  
18 the calculation of State aid under this section is made, based on tax returns filed on  
19 or before [September] NOVEMBER 1 after this calendar year.

20 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
21 July 1, 2006, and shall be applicable to the calculation of payments of State aid for  
22 education for fiscal years beginning after June 30, 2007.