
By: **Senators Hooper, Colburn, Greenip, Middleton, and Mooney**

Introduced and read first time: January 23, 2006

Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax - Thoroughbred Race Horses - Maryland-Bred Race Fund**

3 FOR the purpose of requiring the Comptroller to distribute the sales and use tax
4 revenue collected on certain sales of thoroughbred race horses to a certain
5 special fund; and generally relating to the sales and use tax revenue collected on
6 certain sales of thoroughbred race horses.

7 BY adding to
8 Article - Tax - General
9 Section 2-1302.2
10 Annotated Code of Maryland
11 (2004 Replacement Volume and 2005 Supplement)

12 BY repealing and reenacting, with amendments,
13 Article - Tax - General
14 Section 2-1303
15 Annotated Code of Maryland
16 (2004 Replacement Volume and 2005 Supplement)

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

19 **Article - Tax - General**

20 2-1302.2.

21 AFTER MAKING THE DISTRIBUTIONS REQUIRED UNDER §§ 2-1301 THROUGH
22 2-1302.1 OF THIS SUBTITLE, THE COMPTROLLER MONTHLY SHALL DISTRIBUTE TO
23 THE MARYLAND-BRED RACE FUND ESTABLISHED UNDER § 11-530 OF THE BUSINESS
24 REGULATION ARTICLE THE SALES AND USE TAX COLLECTED ON THE SALE OF
25 THOROUGHBRED RACE HORSES AT A CLAIMING RACE, WITHIN THE MEANING OF
26 COMAR 09.10.01.07.

1 2-1303.

2 After making the distributions required under §§ 2-1301 through [2-1302.1]
3 2-1302.2 of this subtitle, the Comptroller shall pay:

4 (1) revenues from the hotel surcharge into the Dorchester County
5 Economic Development Fund established under Article 83A, § 5-216 of the Code; and

6 (2) the remaining sales and use tax revenue into the General Fund of the
7 State.

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