

HB0002/743121/1

BY: Delegate Stocksdale

AMENDMENTS TO HOUSE BILL 2
(First Reading File Bill – Committee Reprint)

AMENDMENT NO. 1

On page 1, in line 20, after “circumstances;” insert “allowing certain individuals having income not exceeding certain levels a credit against the State income tax in a certain amount; making the credit refundable under certain circumstances;”.

On page 3, strike line 12 in its entirety and substitute:

“Section 2.613.1, 10-402.1, and 10-726”.

AMENDMENT NO. 2

On page 11, after line 27, insert:

“10-726.

(A) EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, IF AN INDIVIDUAL OR A MARRIED COUPLE FILING A JOINT RETURN HAS FEDERAL ADJUSTED GROSS INCOME FOR THE TAXABLE YEAR THAT DOES NOT EXCEED \$30,000, OR \$15,000 IN THE CASE OF A MARRIED INDIVIDUAL FILING A SEPARATE RETURN, THE INDIVIDUAL OR MARRIED COUPLE FILING A JOINT RETURN MAY CLAIM A CREDIT AGAINST THE STATE INCOME TAX FOR THE TAXABLE YEAR IN AN AMOUNT EQUAL TO \$50.

(B) (1) IF THE CREDIT ALLOWED UNDER THIS SECTION IN ANY TAXABLE YEAR EXCEEDS THE STATE INCOME TAX FOR THAT TAXABLE YEAR, AN INDIVIDUAL MAY CLAIM A REFUND OF THE EXCESS CREDIT.

(Over)

(2) FOR PURPOSES OF THIS SUBSECTION, THE STATE INCOME TAX:

(I) SHALL BE CALCULATED BEFORE THE APPLICATION OF THE CREDITS ALLOWED UNDER THIS SECTION AND §§ 10-701 AND 10-701.1 OF THIS SUBTITLE BUT AFTER THE APPLICATION OF THE OTHER CREDITS ALLOWED UNDER THIS SUBTITLE; AND

(II) MAY NOT BE LESS THAN ZERO.

(C) (1) THE CREDIT ALLOWED UNDER THIS SECTION MAY NOT BE CLAIMED BY:

(I) A FIDUCIARY; OR

(II) AN INDIVIDUAL WHO MAY BE CLAIMED AS A DEPENDENT ON ANOTHER INDIVIDUAL'S TAX RETURN.

(2) OF THE CREDIT ALLOWED UNDER THIS SECTION, AN INDIVIDUAL WHO IS A NONRESIDENT OR IS A RESIDENT OF THE STATE FOR ONLY A PART OF THE YEAR SHALL BE ALLOWED A FRACTION:

(I) THE NUMERATOR OF WHICH IS THE INDIVIDUAL'S MARYLAND ADJUSTED GROSS INCOME; AND

(II) THE DENOMINATOR OF WHICH IS THE INDIVIDUAL'S FEDERAL ADJUSTED GROSS INCOME.”.