

HOUSE BILL 18

Q4

8lr4574

By: **Delegates Ross and Kaiser**

Introduced and read first time: October 29, 2007

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Services**

3 FOR the purpose of altering the definition of “taxable service” under the sales and use
4 tax to impose the tax on certain services; providing for the effective date of this
5 Act; and generally relating to the sales and use taxation of certain services.

6 BY repealing and reenacting, with amendments,
7 Article – Tax – General
8 Section 11–101(m)
9 Annotated Code of Maryland
10 (2004 Replacement Volume and 2007 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 11–101.

15 (m) “Taxable service” means:

16 (1) fabrication, printing, or production of tangible personal property by
17 special order;

18 (2) commercial cleaning or laundering of textiles for a buyer who is
19 engaged in a business that requires the recurring service of commercial cleaning or
20 laundering of the textiles;

21 (3) cleaning of a commercial or industrial building;

22 (4) cellular telephone or other mobile telecommunications service;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- 1 (5) "900", "976", "915", and other "900"-type telecommunications
2 service;
- 3 (6) custom calling service provided in connection with basic telephone
4 service;
- 5 (7) a telephone answering service;
- 6 (8) pay per view television service;
- 7 (9) credit reporting;
- 8 (10) a security service, including:
- 9 (i) a detective, guard, or armored car service; and
- 10 (ii) a security systems service;
- 11 (11) a transportation service for transmission, distribution, or delivery
12 of electricity or natural gas, if the sale or use of the electricity or natural gas is subject
13 to the sales and use tax; [or]
- 14 (12) a prepaid telephone calling arrangement;
- 15 **(13) A TANNING FACILITY OR SERVICE;**
- 16 **(14) A TATTOO OR BODY PIERCING SERVICE;**
- 17 **(15) SWIMMING POOL OR HOT TUB CLEANING;**
- 18 **(16) INTERIOR DECORATING; OR**
- 19 **(17) A HOME MOVING SERVICE.**

20 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take
21 effect January 1, 2008.