

SENATE BILL 517

Q3

8lr1938
CF HB 475

By: **Senator Stone**

Introduced and read first time: February 1, 2008

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax – Personal Exemptions – Inflation Adjustment**

3 FOR the purpose of altering the amount of certain exemptions allowed under the State
4 income tax for certain taxable years by a certain cost-of-living adjustment; and
5 generally relating to a cost-of-living adjustment for certain exemptions allowed
6 under the State income tax.

7 BY adding to

8 Article – Tax – General

9 Section 10–211(c)

10 Annotated Code of Maryland

11 (2004 Replacement Volume and 2007 Supplement)

12 (As enacted by Chapter 3 of the Acts of the General Assembly of the 2007
13 Special Session)

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

16 **Article – Tax – General**

17 10–211.

18 (C) (1) **FOR EACH TAXABLE YEAR BEGINNING AFTER DECEMBER 31,**
19 **2010, EACH PER-EXEMPTION AMOUNT SPECIFIED IN SUBSECTIONS (A) AND (B)**
20 **OF THIS SECTION SHALL BE INCREASED BY AN AMOUNT EQUAL TO THE**
21 **PRODUCT OF MULTIPLYING THE PER-EXEMPTION DEDUCTION AMOUNT TIMES**
22 **THE COST-OF-LIVING ADJUSTMENT SPECIFIED IN THIS SUBSECTION.**

23 (2) **FOR PURPOSES OF THIS SUBSECTION, THE COST-OF-LIVING**
24 **ADJUSTMENT IS THE COST-OF-LIVING ADJUSTMENT WITHIN THE MEANING OF §**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **1(F)(3) OF THE INTERNAL REVENUE CODE FOR THE CALENDAR YEAR IN WHICH**
2 **A TAXABLE YEAR BEGINS, AS DETERMINED BY THE COMPTROLLER BY**
3 **SUBSTITUTING “CALENDAR YEAR 2009” FOR “CALENDAR YEAR 1992” IN §**
4 **1(F)(3)(B) OF THE INTERNAL REVENUE CODE.**

5 **(3) IF ANY INCREASE DETERMINED UNDER PARAGRAPH (1) OF**
6 **THIS SUBSECTION IS NOT A MULTIPLE OF \$50, THE INCREASE SHALL BE**
7 **ROUNDED DOWN TO THE NEXT LOWEST MULTIPLE OF \$50.**

8 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
9 July 1, 2008.