

# HOUSE BILL 320

Q3

9lr1596

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By: **Delegates George, Aumann, Bartlett, Beidle, Boteler, Cardin, V. Clagett, Costa, Eckardt, Elliott, Elmore, Frank, Gilchrist, Haddaway, Howard, Ivey, Kipke, Krebs, McComas, Murphy, Myers, Norman, Schuh, Serafini, Shank, Shewell, Sossi, Stocksdale, Stukes, Walker, and Walkup**

Introduced and read first time: January 30, 2009

Assigned to: Ways and Means

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## A BILL ENTITLED

1 AN ACT concerning

2 **Voltage Regulation Technology – Income Tax Subtraction Modification**

3 FOR the purpose of allowing a subtraction modification under the Maryland  
4 individual and corporate income tax for expenses incurred to purchase and  
5 install certain voltage regulation technologies; providing for the application of  
6 this Act; defining a certain term; and generally relating to an income tax  
7 subtraction modification for expenses incurred to purchase certain voltage  
8 regulation technologies.

9 BY repealing and reenacting, without amendments,  
10 Article – Tax – General  
11 Section 10–208(a) and 10–308(a)  
12 Annotated Code of Maryland  
13 (2004 Replacement Volume and 2008 Supplement)

14 BY adding to  
15 Article – Tax – General  
16 Section 10–208(q)  
17 Annotated Code of Maryland  
18 (2004 Replacement Volume and 2008 Supplement)

19 BY repealing and reenacting, with amendments,  
20 Article – Tax – General  
21 Section 10–308(b)  
22 Annotated Code of Maryland  
23 (2004 Replacement Volume and 2008 Supplement)

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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

3 **Article - Tax - General**

4 10-208.

5 (a) In addition to the modification under § 10-207 of this subtitle, the  
6 amounts under this section are subtracted from the federal adjusted gross income of a  
7 resident to determine Maryland adjusted gross income.

8 **(Q) (1) (I) IN THIS SUBSECTION, “VOLTAGE REGULATION**  
9 **TECHNOLOGY” MEANS A TECHNOLOGY THAT:**

10 **1. REDUCES ENERGY CONSUMPTION;**

11 **2. IMPROVES GRID EFFICIENCY; OR**

12 **3. RAISES OR LOWERS VOLTAGE DYNAMICALLY; AND**

13 **(II) DOES NOT CONSUME MORE THAN 1% OF THE ENERGY**  
14 **THAT IT PROCESSES THROUGHOUT THE LOAD CURVE.**

15 **(2) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION**  
16 **INCLUDES 100% OF THE EXPENSES THAT A TAXPAYER INCURS TO BUY AND**  
17 **INSTALL A VOLTAGE REGULATION TECHNOLOGY.**

18 10-308.

19 (a) In addition to the modification under § 10-307 of this subtitle, the  
20 amounts under this section are subtracted from the federal taxable income of a  
21 corporation to determine Maryland modified income.

22 (b) The subtraction under subsection (a) of this section includes the amounts  
23 allowed to be subtracted for an individual under:

24 (1) § 10-208(d) of this title (Conservation tillage equipment expenses);

25 (2) § 10-208(i) of this title (Reforestation or timber stand expenses);

26 (3) § 10-208(k) of this title (Wage expenses for targeted jobs);

27 (4) § 10-208(m) of this title (Poultry or livestock manure spreading  
28 equipment); [and]

1                   (5)   § 10-208(p) of this title (Elevator handrails in health care  
2 facilities); **AND**

3                   **(6)   § 10-208(Q) OF THIS TITLE (VOLTAGE REGULATION**  
4 **TECHNOLOGY).**

5           SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
6 July 1, 2009, and shall be applicable to all taxable years beginning after December 31,  
7 2008.