

HOUSE BILL 457

Q3

4lr0453

By: Delegates George, Afzali, Arentz, Aumann, Bates, Cluster, Eckardt, Elliott, Frank, Hogan, Hough, Impallaria, Jacobs, Kach, Kipke, Krebs, McComas, McDermott, McDonough, W. Miller, Myers, Norman, Parrott, Ready, B. Robinson, Schuh, Schulz, Serafini, Smigiel, Sophocleus, Stocksdale, Szeliga, and Vitale

Introduced and read first time: January 27, 2014

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Corporate Income Tax – Rate Reduction**

3 FOR the purpose of altering over a certain period of years the State income tax rate on
4 the Maryland taxable income of corporations; and generally relating to the
5 Maryland corporate income tax.

6 BY repealing and reenacting, with amendments,
7 Article – Tax – General
8 Section 10–105(b)
9 Annotated Code of Maryland
10 (2010 Replacement Volume and 2013 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 10–105.

15 (b) The State income tax rate for a [corporation is 8.25% of Maryland taxable
16 income] **CORPORATION’S MARYLAND TAXABLE INCOME IS:**

17 **(1) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,**
18 **2013, BUT BEFORE JANUARY 1, 2015, 8.25%;**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **(2) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,**
2 **2014, BUT BEFORE JANUARY 1, 2016, 6.25%;**

3 **(3) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,**
4 **2015, BUT BEFORE JANUARY 1, 2017, 6.0%; AND**

5 **(4) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,**
6 **2016, 5.75%.**

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
8 July 1, 2014.