

SB0057/485564/1

BY: Committee on Ways and Means

AMENDMENTS TO SENATE BILL 57
(Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, after “Vehicles -” insert “Modification and”; strike beginning with “altering” in line 3 down through “language;” in line 5 and substitute “making certain modifications to the State income tax credit for the expense of registering certain qualified vehicles in the State; requiring a taxpayer to obtain a tax credit certificate from the Motor Vehicle Administration to receive the credit; requiring the Administration to issue tax credit certificates of a certain amount for each qualified vehicle in a certain manner; limiting the aggregate amount of tax credit certificates the Administration may issue to any one taxpayer and to all taxpayers in a taxable year; providing that the credit may not exceed the State income tax for a taxable year and may not be carried over to any other taxable year; requiring the Administration to report certain information to the Comptroller annually on or before a certain date; requiring the Administration, in consultation with the Comptroller, to adopt regulations to carry out the tax credit; providing for the application of this Act; defining certain terms;”; and strike in their entirety lines 8 through 15, inclusive, and substitute:

“BY adding to

Article – Tax – General

Section 10-734.1

Annotated Code of Maryland

(2016 Replacement Volume)”.

AMENDMENT NO. 2

On pages 1 and 2, strike in their entirety the lines beginning with line 19 on page 1 through line 21 on page 2, inclusive, and substitute:

“10-734.1.

(Over)

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(2) "ADMINISTRATION" MEANS THE MOTOR VEHICLE ADMINISTRATION.

(3) "QUALIFIED VEHICLE" MEANS A CLASS F (TRACTOR) VEHICLE DESCRIBED UNDER § 13-923 OF THE TRANSPORTATION ARTICLE THAT IS TITLED AND REGISTERED IN THE STATE.

(B) SUBJECT TO THE LIMITATIONS OF THIS SECTION, AN INDIVIDUAL OR A CORPORATION THAT OBTAINS A TAX CREDIT CERTIFICATE FROM THE ADMINISTRATION MAY CLAIM A CREDIT AGAINST THE STATE INCOME TAX FOR THE EXPENSE OF REGISTERING A QUALIFIED VEHICLE IN THE STATE DURING THE TAXABLE YEAR.

(C) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, ON APPLICATION BY A TAXPAYER, THE ADMINISTRATION SHALL ISSUE A TAX CREDIT CERTIFICATE IN THE AMOUNT OF \$400 FOR EACH QUALIFIED VEHICLE REGISTERED BY THE TAXPAYER DURING THE TAXABLE YEAR.

(2) FOR ANY TAXABLE YEAR, THE ADMINISTRATION MAY NOT ISSUE AN AGGREGATE AMOUNT OF TAX CREDIT CERTIFICATES TOTALING MORE THAN:

(I) \$10,000 TO ANY ONE TAXPAYER; OR

(II) \$500,000 TO ALL TAXPAYERS.

(D) THE ADMINISTRATION SHALL APPROVE ALL APPLICATIONS THAT QUALIFY FOR A TAX CREDIT CERTIFICATE:

(1) ON A FIRST-COME, FIRST-SERVED BASIS; AND

(2) IN A TIMELY MANNER.

(E) (1) FOR ANY TAXABLE YEAR, THE CREDIT ALLOWED UNDER THIS SECTION MAY NOT EXCEED THE STATE INCOME TAX FOR THAT TAXABLE YEAR.

(2) THE UNUSED AMOUNT OF THE CREDIT MAY NOT BE CARRIED OVER TO ANY OTHER TAXABLE YEAR.

(F) ON OR BEFORE JANUARY 31 EACH TAXABLE YEAR, THE ADMINISTRATION SHALL REPORT TO THE COMPTROLLER ON THE TAX CREDIT CERTIFICATES ISSUED UNDER THIS SECTION DURING THE PRIOR TAXABLE YEAR.

(G) THE ADMINISTRATION, IN CONSULTATION WITH THE COMPTROLLER, SHALL ADOPT REGULATIONS TO CARRY OUT THIS SECTION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2017, and shall be applicable to all taxable years beginning after December 31, 2016, but before January 1, 2020.”.