

HOUSE BILL 1018

Q3
HB 1177/16 – W&M

7lr1649

By: **Delegates Buckel, Afzali, Anderton, Arentz, Beitzel, Cluster, Folden, Hornberger, S. Howard, Kittleman, Krebs, Malone, McComas, McKay, Morgan, Otto, Parrott, Reilly, Rose, Saab, Shoemaker, Szeliga, West, B. Wilson, and Wivell**

Introduced and read first time: February 8, 2017

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 the
4 Maryland taxable income of corporations; and generally relating to the Maryland
5 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 (2016 Replacement Volume)

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
12 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, 2016,**
18 **BUT BEFORE JANUARY 1, 2018, 8.25%;**

19 **(2) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2017,**
20 **BUT BEFORE JANUARY 1, 2019, 7.75%;**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **(3) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2018,**
2 **BUT BEFORE JANUARY 1, 2020, 7.25%;**

3 **(4) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2019,**
4 **BUT BEFORE JANUARY 1, 2021, 6.75%; AND**

5 **(5) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2020,**
6 **6.25%.**

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
8 1, 2017.