

SENATE BILL 157

Q4
SB 220/16 – B&T

7lr0960

By: **Senators Brochin, Cassilly, Hough, Norman, and Simonaire**
Introduced and read first time: January 16, 2017
Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Alcoholic Beverages – Rate Reduction**

3 FOR the purpose of altering the rate of the sales and use tax applied to certain sales of
4 alcoholic beverages; and generally relating to the Maryland sales and use tax.

5 BY repealing and reenacting, with amendments,
6 Article – Tax – General
7 Section 11–104(g)
8 Annotated Code of Maryland
9 (2010 Replacement Volume and 2016 Supplement)

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

12 **Article – Tax – General**

13 11–104.

14 (g) The sales and use tax rate for the sale of an alcoholic beverage, as defined in
15 § 5–101 of this article, is:

16 (1) **[9%] 5%** of the charge for the alcoholic beverage; and

17 (2) 6% of a charge that is made in connection with the sale of an alcoholic
18 beverage and is stated as a separate item of the consideration and made known to the buyer
19 at the time of sale for:

20 (i) any labor or service rendered;

21 (ii) any material used; or

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.
[Brackets] indicate matter deleted from existing law.



1 (iii) any property sold.

2 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
3 1, 2017.