# **SENATE BILL 144**

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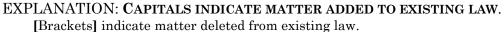
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### By: **Senator McCray** Introduced and read first time: January 10, 2020 Assigned to: Budget and Taxation

## A BILL ENTITLED

1 AN ACT concerning

2	Income Tax Credit – Class F Vehicles – Extension		
${3 \atop {4} \atop {5} \atop {6}}$	FOR the purpose of altering the taxable years for which an individual or corporation may claim a State income tax credit for the expense of registering certain qualified vehicles in the State; and generally relating to a State income tax credit for the expense of registering certain qualified vehicles in the State.		
7 8 9 10 11	BY repealing and reenacting, without amendments, Article – Tax – General Section 10–734.1 Annotated Code of Maryland (2016 Replacement Volume and 2019 Supplement)		
12 13 14	BY repealing and reenacting, with amendments, Chapter 502 of the Acts of the General Assembly of 2017 Section 2		
$\begin{array}{c} 15\\ 16 \end{array}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:		
17			Article – Tax – General
18	10-734.1.		
19	(a)	(1)	In this section the following words have the meanings indicated.
20		(2)	"Administration" means the Motor Vehicle Administration.
21 22	13–923 of tł	(3) ne Tra	"Qualified vehicle" means a Class F (tractor) vehicle described under § nsportation Article that is titled and registered in the State.





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1 (b) Subject to the limitations of this section, an individual or a corporation that 2 obtains a tax credit certificate from the Administration may claim a credit against the State 3 income tax for the expense of registering a qualified vehicle in the State during the taxable 4 year.

5 (c) (1) Subject to paragraph (2) of this subsection, on application by a 6 taxpayer, the Administration shall issue a tax credit certificate in the amount of \$400 for 7 each qualified vehicle registered by the taxpayer during the taxable year.

8 (2) For any taxable year, the Administration may not issue an aggregate 9 amount of tax credit certificates totaling more than:

- 10 (i) \$10,000 to any one taxpayer; or
- 11 (ii) \$500,000 to all taxpayers.

12 (d) The Administration shall approve all applications that qualify for a tax credit 13 certificate:

- 14 (1) on a first-come, first-served basis; and
- 15 (2) in a timely manner.

16 (e) (1) For any taxable year, the credit allowed under this section may not 17 exceed the State income tax for that taxable year.

18 (2) The unused amount of the credit may not be carried over to any other19 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.

23 (g) The Administration, in consultation with the Comptroller, shall adopt 24 regulations to carry out this section.

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#### Chapter 502 of the Acts of 2017

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] **2023**.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
1, 2020.