

SB0726/603920/1

BY: Budget and Taxation Committee

AMENDMENTS TO SENATE BILL 726
(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in the sponsor line, strike “and Kagan” and substitute “Kagan, Carozza, Jackson, and Salling”; in line 3, after the first “of” insert “altering the amount of income tax revenue from corporations that is distributed to a certain fund each year”; and after line 6, insert:

“BY repealing and reenacting, with amendments,
Article - Tax - General
Section 2-614
Annotated Code of Maryland
(2016 Replacement Volume and 2021 Supplement)”.

AMENDMENT NO. 2

On page 1, after line 13, insert:

“Article – Tax – General

2–614.

(a) (1) Except as provided in paragraph (2) of this subsection, after making the distributions required under §§ 2–613 and 2–613.1 of this subtitle, the Comptroller shall distribute monthly [17.2%] 20% of the remaining income tax revenue from corporations to a special fund to be distributed as provided in subsection (b) of this section.

(2) The percent of the remaining income tax revenue from corporations distributed to a special fund to be distributed as provided in subsection (b) of this section shall be:

(i) [24%] 17.2% for the fiscal year beginning July 1, [2011]

2022;

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(ii) [9.5%] 20% for the fiscal year beginning July 1, [2012] 2023;
[and]

(iii) 21% FOR THE FISCAL YEAR BEGINNING JULY 1, 2024;
AND

(IV) [19.5%] 22% for each fiscal year beginning on or after July 1, [2013] 2025, but before July 1, [2016] 2027.

(b) (1) (i) Except as provided in subparagraph (ii) of this paragraph, from the special fund, the Comptroller shall distribute an amount equal to [17.2%] 20% of the cost to administer the income tax on corporations to an administrative cost account.

(ii) The percent of the cost to administer the income tax on corporations that is distributed to an administrative cost account shall be:

1. [24%] 17.2% for the fiscal year beginning July 1, [2011] 2022;

2. [9.5%] 20% for the fiscal year beginning July 1, [2012] 2023; [and]

3. 21% FOR THE FISCAL YEAR BEGINNING JULY 1, 2024; AND

4. [19.5%] 22% for each fiscal year beginning on or after July 1, [2013] 2025, but before July 1, [2016] 2027.

(2) After making the distribution required under paragraph (1) of this subsection, the Comptroller shall distribute the balance in the special fund to the Gasoline and Motor Vehicle Revenue Account in the Transportation Trust Fund.”.

AMENDMENT NO. 3

On page 2, in line 30, strike “2024” and substitute “**2023**”.

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AMENDMENT NO. 4

On page 3, in line 10, strike “for fiscal year 2025 and each fiscal year thereafter,”; and after line 12, insert:

“(1) FOR FISCAL YEAR 2024:

(i) AN AMOUNT EQUAL TO 9.5% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO BALTIMORE CITY;

(ii) AN AMOUNT EQUAL TO 3.7% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND

(iii) AN AMOUNT EQUAL TO 2.4% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8-405 OF THIS SUBTITLE;

“(2) FOR FISCAL YEAR 2025:

(i) AN AMOUNT EQUAL TO 11% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO BALTIMORE CITY;

(ii) AN AMOUNT EQUAL TO 4.3% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND

(iii) AN AMOUNT EQUAL TO 2.7% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8-405 OF THIS SUBTITLE;

(Over)

(3) FOR FISCAL YEAR 2026:

(i) AN AMOUNT EQUAL TO 12.2% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO BALTIMORE CITY;

(ii) AN AMOUNT EQUAL TO 4.8% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND

(iii) AN AMOUNT EQUAL TO 3.0% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8-405 OF THIS SUBTITLE;

(4) FOR FISCAL YEAR 2027:

(i) AN AMOUNT EQUAL TO 12.2% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO BALTIMORE CITY;

(ii) AN AMOUNT EQUAL TO 4.8% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND

(iii) AN AMOUNT EQUAL TO 3.0% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8-405 OF THIS SUBTITLE; AND

(5) FOR FISCAL YEAR 2028 AND EACH FISCAL YEAR THEREAFTER:"

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in lines 13, 15, and 18, in each instance, strike the first set of brackets; in the same lines, strike “**(1)**”, “**(2)**”, and “**(3)**”, respectively; and in the same lines, strike “**12.1%**”, “**15.3%**”, and “**2.6%**”, respectively, and substitute “**9.5%**”, “**3.7%**”, and “**2.4%**”, respectively.