

HOUSE BILL 538

Q3

3lr2012
CF SB 380

By: ~~Delegate Love~~ **Delegates Love and Pena-Melnyk**

Introduced and read first time: February 1, 2023

Assigned to: Ways and Means

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 1, 2023

CHAPTER _____

1 AN ACT concerning

2 **Income Tax – Subtraction Modification – Water Affordability Assistance**

3 FOR the purpose of allowing a subtraction modification under the Maryland income tax for
4 certain water affordability assistance received by an individual during the taxable
5 year and provided by the federal government, the State, or a local government; and
6 generally relating to a subtraction modification under the Maryland income tax for
7 water affordability assistance.

8 BY repealing and reenacting, without amendments,

9 Article – Tax – General

10 Section 10–207(a)

11 Annotated Code of Maryland

12 (2022 Replacement Volume)

13 BY adding to

14 Article – Tax – General

15 Section 10–207(o)

16 Annotated Code of Maryland

17 (2022 Replacement Volume)

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

19 That the Laws of Maryland read as follows:

20 **Article – Tax – General**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 10-207.

2 (a) To the extent included in federal adjusted gross income, the amounts under
3 this section are subtracted from the federal adjusted gross income of a resident to determine
4 Maryland adjusted gross income.

5 (OO) (1) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION
6 INCLUDES THE AMOUNT OF WATER AFFORDABILITY ASSISTANCE, INCLUDING
7 WATER BILL ARREARAGE FORGIVENESS, RECEIVED BY AN INDIVIDUAL DURING THE
8 TAXABLE YEAR AND PROVIDED BY THE FEDERAL GOVERNMENT, THE STATE, OR A
9 LOCAL GOVERNMENT.

10 (2) ~~ON REQUEST, A UNIT OF STATE GOVERNMENT OR A LOCAL~~
11 ~~GOVERNMENT THAT ADMINISTERS A WATER AFFORDABILITY ASSISTANCE PROGRAM~~
12 FOR EACH YEAR THAT A UNIT OF STATE OR LOCAL GOVERNMENT ADMINISTERS A
13 WATER AFFORDABILITY ASSISTANCE PROGRAM, THE UNIT SHALL PROVIDE TO THE
14 COMPTROLLER QUARTERLY, WITHIN 30 DAYS OF THE DATE OF THE REQUEST AND
15 IN THE MANNER REQUESTED BY THE COMPTROLLER, THE FOLLOWING
16 INFORMATION:

17 (I) THE NAMES OF WATER AFFORDABILITY ASSISTANCE
18 PROGRAMS ADMINISTERED BY THE UNIT OR LOCAL GOVERNMENT;

19 (II) A LIST OF RECIPIENTS OF WATER AFFORDABILITY
20 ASSISTANCE, INCLUDING THE NAME, ADDRESS, AND TAX IDENTIFICATION NUMBER
21 OF EACH RECIPIENT;

22 (III) THE AMOUNT OF WATER AFFORDABILITY ASSISTANCE
23 PROVIDED TO THE INDIVIDUAL;

24 (IV) THE DATE THAT THE WATER AFFORDABILITY ASSISTANCE
25 WAS PROVIDED TO THE PERSON; AND

26 (V) ANY OTHER INFORMATION REQUESTED REGARDING THE
27 WATER AFFORDABILITY ASSISTANCE.

28 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
29 1, 2023, and shall be applicable to all taxable years beginning after December 31, 2022.