

**SB0247/533723/1**

BY: Delegate Fisher

AMENDMENTS TO SENATE BILL 247, AS AMENDED  
(Third Reading File Bill)

AMENDMENT NO. 1

On page 1 of the bill, in line 2, before “**Biotechnology**” insert “**Income Tax – Conversion of**”; in the same line, strike “– **Conversion to Grant Program**” and substitute “**and Subtraction Modification for Tips or Gratuities**”; and in line 8, after “Program” insert “**and a subtraction modification under the Maryland income tax for compensation received in the form of a tip or gratuity**”.

On page 1 of the Ways and Means Committee Amendments (SB0247/453527/1), in line 1 of Amendment No. 1, strike “**and Alterations**”; and in line 4, before “**requiring**” insert “**providing a subtraction modification under the Maryland income tax for compensation received in the form of a tip or gratuity for the performance of certain work**”.

On page 2 of the bill, after line 39, insert:

“**BY repealing and reenacting, without amendments,**  
**Article – Tax – General**  
**Section 10–207(a)**  
**Annotated Code of Maryland**  
**(2022 Replacement Volume and 2025 Supplement)**”

**BY adding to**  
**Article – Tax – General**  
**Section 10–207(rr)**  
**Annotated Code of Maryland**  
**(2022 Replacement Volume and 2025 Supplement)**”.

AMENDMENT NO. 2

On page 3 of the Ways and Means Committee Amendments, in line 7 of Amendment No. 2, after “That” insert “the Laws of Maryland read as follows:”

**Article – Tax – General**

10–207.

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

**(RR) (1) (I) IN THIS SUBSECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.**

**(II) “FOOD SERVICE FACILITY” HAS THE MEANING STATED IN § 21–301 OF THE HEALTH – GENERAL ARTICLE.**

**(III) “HOTEL” MEANS AN ESTABLISHMENT THAT OFFERS SLEEPING ACCOMMODATIONS FOR COMPENSATION.**

**(IV) “PROVIDING PASSENGER–FOR–HIRE SERVICES” MEANS PROVIDING LIMOUSINE SERVICES, SEDAN SERVICES, OR TRANSPORTATION NETWORK SERVICES IN ACCORDANCE WITH TITLE 10 OF THE PUBLIC UTILITIES ARTICLE.**

**(V) “PROVIDING TAXICAB SERVICES” MEANS PROVIDING TAXICAB SERVICES IN ACCORDANCE WITH TITLE 10 OF THE PUBLIC UTILITIES ARTICLE.**

**(2) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES ANY COMPENSATION RECEIVED IN THE FORM OF A TIP OR GRATUITY FOR:**

**(I) EMPLOYMENT IN A FOOD SERVICE FACILITY;**

**(II) EMPLOYMENT IN A BUSINESS LICENSED FOR ON-SALE CONSUMPTION OF AN ALCOHOLIC BEVERAGE IN ACCORDANCE WITH THE ALCOHOLIC BEVERAGES AND CANNABIS ARTICLE;**

**(III) EMPLOYMENT IN A HOTEL;**

**(IV) PROVIDING PASSENGER-FOR-HIRE SERVICES; OR**

**(V) PROVIDING TAXICAB SERVICES.**

**SECTION 4. AND BE IT FURTHER ENACTED, That,**”;

in line 12, strike “4.” and substitute “5.”; and in the same line, strike “5.” and substitute “7.”.

On page 18 of the bill, after line 11, insert:

**“SECTION 6. AND BE IT FURTHER ENACTED, That Section 3 of this Act shall be applicable to all taxable years beginning after December 31, 2025.”.**