

HOUSE BILL 1554

Q4
HB 678/23 – W&M

6lr3194

By: **Delegates Hornberger and Sample–Hughes**

Introduced and read first time: February 13, 2026

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Electricity for Agriculture Purposes – Study and Report**

3 FOR the purpose of requiring the Comptroller, in consultation with certain entities, to
4 study and report to the General Assembly, on or before a certain date, on exempting
5 from the sales and use tax electricity used for agricultural purposes under certain
6 circumstances; and generally relating to the sales and use tax.

7 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
8 That:

9 (a) On or before December 15, 2026, the Office of the Comptroller, in consultation
10 with the Public Service Commission and PJM Interconnection, LLC, shall study and report
11 to the General Assembly, in accordance with § 2–1257 of the State Government Article, on
12 exempting electricity from the sales and use tax if that electricity is purchased by a farmer
13 to:

14 (1) raise livestock or poultry;

15 (2) prepare, irrigate, or tend the soil; or

16 (3) plant, service, harvest, store, clean, dry, or transport seeds or crops.

17 (b) The report required under subsection (a) of this section shall include an
18 estimate of the fiscal impact of an exemption described under subsection (a) of this section.

19 (c) On request of the Office of the Comptroller, an electric company, as defined
20 under § 1–101 of the Public Utilities Article, shall provide aggregate usage and billing
21 information that the Office of the Comptroller determines to be necessary to prepare the
22 report required under subsection (a) of this section.

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

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 1, 2026.