



MARYLAND TECH COUNCIL

TO: The Honorable Anne R. Kaiser, Chair
Members, House Ways and Means Committee
The Honorable Vaughn Stewart

FROM: Pamela Metz Kasemeyer
J. Steven Wise
Danna L. Kauffman

DATE: January 28, 2021

RE: **OPPOSE** – House Bill 229 – *Corporate Income Tax – Throwback Rule*

The Maryland Tech Council (MTC) is a collaborative community, actively engaged in building stronger life science and technology companies by supporting the efforts of our individual members who are saving and improving lives through innovation. We support our member companies who are driving innovation through advocacy, education, workforce development, cost savings programs, and connecting entrepreneurial minds. The valuable resources we provide to our members help them reach their full potential making Maryland a global leader in the life sciences and technology industries. On behalf of MTC, we submit this letter of **opposition** for House Bill 229.

House Bill 229 applies a “throwback” rule in determining whether sales are considered in the State for purposes of the State’s corporate income tax apportionment formula. The passage of House Bill 229 would create uncertainty for Maryland businesses while adding significant complication to the corporate tax structure. House Bill 229 makes Maryland a less attractive location for businesses and at a competitive disadvantage to competitor states without the “throwback” rule, including Virginia, Pennsylvania, and North Carolina. For these reasons, MTC requests an unfavorable report

For more information call:

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