



Senate Budget and Taxation Committee
January 21, 2026

Senate Bill 25 – *Income Tax – Cybersecurity Technology and Service Tax Credit – Alterations*
POSITION: SUPPORT

The Maryland Tech Council (MTC), with over 800 members, is the State’s largest association of technology companies. Our vision is to propel Maryland to be the country's number one innovation economy for life sciences and technology. MTC brings the State’s life sciences and technology communities into a single, united organization that empowers members to achieve their goals through advocacy, networking, and education. On behalf of MTC, we submit this letter of **support** for Senate Bill 25.

Senate Bill 25 makes targeted, strategic enhancements to the Buy Maryland Cybersecurity (BMC) Tax Credit. BMC is a tax credit the Department of Commerce administers and is designed to strengthen Maryland’s cybersecurity industry by helping small businesses purchase cybersecurity technologies and services from Maryland-based companies.

The cybersecurity sector is a vital driver of innovation, job creation, and economic competitiveness in Maryland. By revising and expanding the BMC Tax Credit, Senate Bill 25 will encourage greater investment in cybersecurity products and services developed by Maryland firms. Senate Bill 25 accomplishes this by making the credit refundable, expanding eligibility for qualified buyers, and increasing the aggregate credit cap per seller from \$200,000 to \$1,000,000. These changes will broaden participation in the program, particularly among nonprofits and businesses with limited or no tax liability and provide stronger market support for Maryland cybersecurity providers.

By enhancing this tax credit, the State can improve cybersecurity resiliency for Maryland businesses while helping local cybersecurity companies grow and compete nationally. MTC respectfully urges a favorable report on Senate Bill 25.

For more information call:

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