

SENATE BILL 388

Q3

8lr2652
CF HB 37

By: **Senators Middleton, Astle, Feldman, Guzzone, Hershey, Jennings, Klausmeier, Mathias, Oaks, Peters, Reilly, Rosapepe, and Zucker**

Introduced and read first time: January 25, 2018

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax – Subtraction Modification – Volunteer Fire, Rescue, or Emergency**
3 **Medical Services Membership**

4 FOR the purpose of altering the amount of a subtraction modification under the Maryland
5 income tax for certain qualifying volunteer fire, rescue, and emergency medical
6 services members; and generally relating to a subtraction modification under the
7 State income tax for qualifying volunteer fire, rescue, and emergency medical
8 services members.

9 BY repealing and reenacting, without amendments,
10 Article – Tax – General
11 Section 10–208(a)
12 Annotated Code of Maryland
13 (2016 Replacement Volume and 2017 Supplement)

14 BY repealing and reenacting, with amendments,
15 Article – Tax – General
16 Section 10–208(i–1)
17 Annotated Code of Maryland
18 (2016 Replacement Volume and 2017 Supplement)

19 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
20 That the Laws of Maryland read as follows:

Article – Tax – General

22 10–208.

23 (a) In addition to the modification under § 10–207 of this subtitle, the amounts
24 under this section are subtracted from the federal adjusted gross income of a resident to

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 determine Maryland adjusted gross income.

2 (i-1) (1) The subtraction under subsection (a) of this section includes an amount
3 equal to the amount specified in paragraph (3) of this subsection if an individual is a
4 qualifying volunteer fire, rescue, or emergency medical services member for the taxable
5 year, as determined under paragraph (2) of this subsection.

6 (2) An individual is a qualifying volunteer fire, rescue, or emergency
7 medical services member for the taxable year eligible for the subtraction modification under
8 this subsection if the individual:

9 (i) is an active member of:

10 1. a bona fide Maryland fire, rescue, or emergency medical
11 services organization;

12 2. an auxiliary organization of a bona fide Maryland fire,
13 rescue, or emergency medical services organization;

14 3. the United States Coast Guard Auxiliary;

15 4. the Maryland Defense Force; or

16 5. the Maryland Civil Air Patrol;

17 (ii) serves the organization in a volunteer capacity without
18 compensation, except nominal expenses or meals;

19 (iii) 1. qualifies for active status during the taxable year under:

20 A. a volunteer fire, rescue, or emergency medical services
21 personnel or auxiliary length of service award program operated by a county or municipal
22 corporation of the State, if the length of service award program requires for active status
23 qualification a minimum of 50 points per year and that points be earned in at least two
24 different categories; or

25 B. a point system established by a county or municipal
26 corporation that does not operate a volunteer fire, rescue, or emergency medical services
27 personnel or auxiliary length of service award program or by the United States Coast Guard
28 Auxiliary, the Maryland Defense Force, or the Maryland Civil Air Patrol, to identify active
29 members of a volunteer fire, rescue, or emergency medical services organization or
30 auxiliary organization, if the point system requires for active status qualification a
31 minimum of 50 points per year and that points be earned in at least two different categories;

32 2. has maintained active status for at least 25 years under a
33 volunteer fire, rescue, or emergency medical services personnel or auxiliary length of
34 service award program or a point system established in lieu of a length of service award

1 program;

2 3. is a member of the National Guard or other reserve
3 component of the United States armed forces who has been ordered into active military
4 service and who serves on active duty in the armed forces of the United States during the
5 taxable year; or

6 4. is a civilian or a member of the Merchant Marine on
7 assignment in support of the armed forces of the United States during the taxable year in
8 an area designated as a combat zone by executive order of the President; and

9 (iv) will have been an active member of a bona fide Maryland fire,
10 rescue, or emergency medical services organization, an auxiliary organization of a bona fide
11 Maryland fire, rescue, or emergency medical services organization, or the United States
12 Coast Guard Auxiliary, the Maryland Defense Force, or the Maryland Civil Air Patrol for
13 at least 36 months during the last 10 calendar years by December 31 of the taxable year.

14 (3) (I) [The] **EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS**
15 **PARAGRAPH, THE** amount of the subtraction under paragraph (1) of this subsection is
16 equal to:

17 [(i)] 1. \$3,750 for a taxable year beginning after December 31,
18 2013, but before January 1, 2015;

19 [(ii)] 2. \$4,000 for a taxable year beginning after December 31,
20 2014, but before January 1, 2016;

21 [(iii)] 3. \$4,250 for a taxable year beginning after December 31,
22 2015, but before January 1, 2017;

23 [(iv)] 4. \$4,500 for a taxable year beginning after December 31,
24 2016, but before January 1, 2018;

25 [(v)] 5. \$4,750 for a taxable year beginning after December 31,
26 2017, but before January 1, 2019; and

27 [(vi)] 6. \$5,000 for a taxable year beginning after December 31,
28 2018.

29 (II) **FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31,**
30 **2017, THE AMOUNT OF THE SUBTRACTION UNDER PARAGRAPH (1) OF THIS**
31 **SUBSECTION IS EQUAL TO \$15,000 FOR AN INDIVIDUAL WHO:**

32 1. **IS AT LEAST 60 BUT LESS THAN 65 YEARS OLD ON THE**
33 **LAST DAY OF THE TAXABLE YEAR; AND**

1 (ii) Any person who violates or attempts to violate any provision of
2 subparagraph (i) of this paragraph shall be subject to a fine of \$1,000.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
4 1, 2018.