

SENATE BILL 37

Q3

9lr0767

(PRE-FILED)

By: **Senator Serafini**

Requested: November 16, 2018

Introduced and read first time: January 9, 2019

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Corporate Income Tax – Rate Reduction**

3 FOR the purpose of altering over a certain period of years the State income tax rate on the
4 Maryland taxable income of corporations; and generally relating to the Maryland
5 corporate income tax.

6 BY repealing and reenacting, with amendments,
7 Article – Tax – General
8 Section 10–105(b)
9 Annotated Code of Maryland
10 (2016 Replacement Volume and 2018 Supplement)

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

13 **Article – Tax – General**

14 10–105.

15 (b) The State income tax rate for a [corporation is 8.25% of Maryland taxable
16 income] **CORPORATION’S MARYLAND TAXABLE INCOME IS:**

17 **(1) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2018,**
18 **BUT BEFORE JANUARY 1, 2020, 8.0%;**

19 **(2) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2019,**
20 **BUT BEFORE JANUARY 1, 2021, 7.5%; AND**

21 **(3) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2020,**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **7.0%.**

2 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
3 1, 2019.