

# SENATE BILL 190

Q3  
HB 818/18 – W&M

9lr1246  
CF 9lr2455

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By: **Senators West, Bailey, Carozza, Cassilly, Eckardt, Edwards, Gallion, Hershey, Hough, Jennings, Klausmeier, Ready, Reilly, Salling, and Simonaire**  
Introduced and read first time: January 23, 2019  
Assigned to: Budget and Taxation

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## A BILL ENTITLED

1 AN ACT concerning

2 **Corporate Income Tax – Rate Reduction**

3 FOR the purpose of reducing the State income tax rate on the Maryland taxable income of  
4 corporations by a certain amount each year for a certain number of years; and  
5 generally relating to the Maryland 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, 8.25%;**

19 **(2) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2019,**  
20 **BUT BEFORE JANUARY 1, 2021, 8.00%;**

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

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.  
[Brackets] indicate matter deleted from existing law.



1 **BUT BEFORE JANUARY 1, 2022, 7.75%;**

2 **(4) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2021,**  
3 **BUT BEFORE JANUARY 1, 2023, 7.50%;**

4 **(5) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2022,**  
5 **BUT BEFORE JANUARY 1, 2024, 7.25%;**

6 **(6) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2023,**  
7 **BUT BEFORE JANUARY 1, 2025, 7.00%;**

8 **(7) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2024,**  
9 **BUT BEFORE JANUARY 1, 2026, 6.75%;**

10 **(8) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2025,**  
11 **BUT BEFORE JANUARY 1, 2027, 6.50%;**

12 **(9) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2026,**  
13 **BUT BEFORE JANUARY 1, 2028, 6.25%; AND**

14 **(10) FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2027,**  
15 **6.00%.**

16 **SECTION 2. AND BE IT FURTHER ENACTED,** That this Act shall take effect July  
17 **1, 2019.**