

SENATE BILL 144

Q3

0lr1591
CF 0lr2102

By: **Senator McCray**

Introduced and read first time: January 10, 2020

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax Credit – Class F Vehicles – Extension**

3 FOR the purpose of altering the taxable years for which an individual or corporation may
4 claim a State income tax credit for the expense of registering certain qualified
5 vehicles in the State; and generally relating to a State income tax credit for the
6 expense of registering certain qualified vehicles in the State.

7 BY repealing and reenacting, without amendments,
8 Article – Tax – General
9 Section 10–734.1
10 Annotated Code of Maryland
11 (2016 Replacement Volume and 2019 Supplement)

12 BY repealing and reenacting, with amendments,
13 Chapter 502 of the Acts of the General Assembly of 2017
14 Section 2

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

17 **Article – Tax – General**

18 10–734.1.

19 (a) (1) In this section the following words have the meanings indicated.

20 (2) “Administration” means the Motor Vehicle Administration.

21 (3) “Qualified vehicle” means a Class F (tractor) vehicle described under §
22 13–923 of the Transportation Article that is titled and registered in the State.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (b) Subject to the limitations of this section, an individual or a corporation that
2 obtains a tax credit certificate from the Administration may claim a credit against the State
3 income tax for the expense of registering a qualified vehicle in the State during the taxable
4 year.

5 (c) (1) Subject to paragraph (2) of this subsection, on application by a
6 taxpayer, the Administration shall issue a tax credit certificate in the amount of \$400 for
7 each qualified vehicle registered by the taxpayer during the taxable year.

8 (2) For any taxable year, the Administration may not issue an aggregate
9 amount of tax credit certificates totaling more than:

10 (i) \$10,000 to any one taxpayer; or

11 (ii) \$500,000 to all taxpayers.

12 (d) The Administration shall approve all applications that qualify for a tax credit
13 certificate:

14 (1) on a first-come, first-served basis; and

15 (2) in a timely manner.

16 (e) (1) For any taxable year, the credit allowed under this section may not
17 exceed the State income tax for that taxable year.

18 (2) The unused amount of the credit may not be carried over to any other
19 taxable year.

20 (f) On or before January 31 each taxable year, the Administration shall report to
21 the Comptroller on the tax credit certificates issued under this section during the prior
22 taxable year.

23 (g) The Administration, in consultation with the Comptroller, shall adopt
24 regulations to carry out this section.

25 **Chapter 502 of the Acts of 2017**

26 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
27 1, 2017, and shall be applicable to all taxable years beginning after December 31, 2016, but
28 before January 1, [2020] **2023**.

29 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
30 1, 2020.