

HOUSE BILL 796

Q4

11r2252
CF 11r2950

By: **Delegate Buckel**

Introduced and read first time: January 29, 2021

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Alcoholic Beverages – Rate Reduction**

3 FOR the purpose of altering the rate of the sales and use tax imposed on the charge for an
4 alcoholic beverage; providing for the termination of this Act; and generally relating
5 to the Maryland sales and use tax.

6 BY repealing and reenacting, with amendments,
7 Article – Tax – General
8 Section 11–104(g)
9 Annotated Code of Maryland
10 (2016 Replacement Volume and 2020 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 11–104.

15 (g) The sales and use tax rate for the sale of an alcoholic beverage, as defined in
16 § 5–101 of this article, is:

17 (1) **[9%] 6%** of the charge for the alcoholic beverage; and

18 (2) 6% of a charge that is made in connection with the sale of an alcoholic
19 beverage and is stated as a separate item of the consideration and made known to the buyer
20 at the time of sale for:

21 (i) any labor or service rendered;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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1 (ii) any material used; or

2 (iii) any property sold.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
4 1, 2021. It shall remain effective for a period of 2 years and, at the end of June 30, 2023,
5 this Act, with no further action required by the General Assembly, shall be abrogated and
6 of no further force and effect.