

SENATE BILL 798

Q4

2lr2539
CF HB 1264

By: **Senator Guzzone**

Introduced and read first time: February 7, 2022

Assigned to: Budget and Taxation

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 18, 2022

CHAPTER _____

1 AN ACT concerning

2 ~~**Sales and Use Tax – Vendor Collection Credit – Alteration**~~
3 ~~**Goodwill Excel Center – Appropriation**~~

4 FOR the purpose of ~~repealing a certain limitation on the total amount of the credit allowed~~
5 ~~for the expense of collecting and paying the sales and use tax that a certain qualified~~
6 ~~job training organization may claim during a calendar year; and generally relating~~
7 ~~to the sales and use tax vendor collection credit~~ requiring the Governor, for certain
8 fiscal years, to include in the annual budget bill an appropriation to the Goodwill
9 Excel Center; and generally relating to an appropriation to the Goodwill Excel
10 Center.

11 ~~BY repealing and reenacting, without amendments,~~
12 ~~Article – Tax – General~~
13 ~~Section 11-105(d)(1)(i) and (ii)~~
14 ~~Annotated Code of Maryland~~
15 ~~(2016 Replacement Volume and 2021 Supplement)~~

16 ~~BY repealing and reenacting, with amendments,~~
17 ~~Article – Tax – General~~
18 ~~Section 11-105(d)(2)~~
19 ~~Annotated Code of Maryland~~
20 ~~(2016 Replacement Volume and 2021 Supplement)~~

21 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
22 That ~~the Laws of Maryland read as follows:~~ for each of fiscal years 2024 and 2025, the

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 Governor shall include in the annual budget bill an appropriation of \$500,000 to the
 2 Goodwill Excel Center.

3 ~~Article Tax General~~

4 ~~11-105.~~

5 ~~(d) (1) (i) In this subsection the following words have the meanings~~
 6 ~~indicated.~~

7 ~~(ii) "Qualified job training organization" means an organization~~
 8 ~~that:~~

9 ~~1. is located in the State;~~

10 ~~2. is exempt from taxation under § 501(c)(3) of the Internal~~
 11 ~~Revenue Code;~~

12 ~~3. conducts retail sales of donated items;~~

13 ~~4. provides job training and employment services to~~
 14 ~~individuals with workplace disadvantages or disabilities; and~~

15 ~~5. uses a majority of its revenue for job training and job~~
 16 ~~placement programs;~~

17 ~~A. that assist individuals with growth in employment hours;~~

18 ~~B. for individuals with low income, workplace disadvantages,~~
 19 ~~disabilities, or barriers to employment; or~~

20 ~~C. for veterans.~~

21 ~~(2) (i) Subject to [subparagraphs] SUBPARAGRAPH (ii) [and (iii)] of~~
 22 ~~this paragraph, a vendor who is a qualified job training organization certified under~~
 23 ~~paragraph (3) of this subsection and timely files a sales and use tax return is allowed a~~
 24 ~~credit equal to 100% of the gross amount of sales and use tax that the vendor is to pay to~~
 25 ~~the Comptroller.~~

26 ~~(ii) A vendor who claims a credit under subparagraph (i) of this~~
 27 ~~paragraph may not claim a credit under subsections (a) through (e) of this section.~~

28 ~~[(iii) For any calendar year, the total amount of credits that a vendor~~
 29 ~~may claim may not exceed \$100,000.]~~

30 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
 31 1, 2022. It shall remain effective for a period of 3 years and, at the end of June 30, 2025,

1 this Act, with no further action required by the General Assembly, shall be abrogated and
2 of no further force and effect.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.