

tion 323(d) of said Article and sub-title be and it is hereby repealed and re-enacted, with amendments; and that a new Section 323(d-1) be and it is hereby added thereto, to follow immediately after said Section 323(d), and all to read as follows:

311.

(b) Distribution to counties and cities.—As soon as practicable after the filing of individual income tax returns on the due dates as prescribed herein, and in no case later than six months thereafter, the Comptroller shall pay over and distribute to the counties and cities of this State the respective shares to which they are entitled under Section 323(d) of this sub-title.

311.

(c) *Second distribution to counties and Baltimore City.*—As soon as practicable after October 31, 1960, and October 31 of each year thereafter, but in no case later than forty-five days thereafter, the Comptroller is authorized to pay over and distribute to such of the counties of this State and Baltimore City the respective shares to which they may become entitled under Section 323(d-1) of this sub-title.

323.

(d) Distribution paid from and computed by taxes collected during fiscal year.—Beginning with the fiscal year ending June 30, 1957, and thereafter, the amount to be distributed hereunder shall be paid from income taxes collected during such fiscal year and such distribution shall be computed on the taxable income of individuals in returns filed by them during such fiscal year and on which the tax due has been paid *except to the extent that such taxes shall have been previously distributed.*

(d-1) *Distribution paid from withholding receipts and estimated tax payments.*—Beginning with the fiscal year ending June 30, 1961, and thereafter, the Comptroller is authorized in his discretion upon the request of the governing fiscal body of the several counties and the City of Baltimore, to make a second distribution of income tax receipts. In exercising the discretion conferred hereby, the Comptroller shall take into consideration the revenue needs of the county or Baltimore City making the request as well as the financial condition of the State. The Comptroller may by regulation prescribe the form of the request and determine what is the governing fiscal body of any county or the City of Baltimore making a request hereunder. The second amount to be distributed hereunder shall be paid from withholding receipts and estimated tax payments collected for the quarters ending June 30 and September 30 of the year of such distribution, and such distribution shall be computed on the basis of an estimate by the Comptroller of the amount of such collections payable hereunder. In making such estimate, the Comptroller shall determine the percentages of the total amounts of collections found due to the counties and cities of this State based upon the final returns of taxpayers for the preceding fiscal year and shall apply such percentages to such collections to be distributed, after first deducting therefrom a sufficient reserve (i) for the payment of refunds due and to become due to taxpayers and (ii) to protect the State in a final accounting when the actual amounts payable to each county and city may be determined.