

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1990.

Approved May 29, 1990.

CHAPTER 584

(House Bill 600)

AN ACT concerning

Sales and Use Tax – Exemption for Precious Metal Bullion and Coins

FOR the purpose of exempting from the sales and use tax certain sales of certain precious metal bullion and coins; providing for certain exceptions; and defining a certain term.

BY adding to

Article – Tax – General

Section 11-214.1

Annotated Code of Maryland

(1988 Volume and 1989 Supplement)

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

Article – Tax – General

11-214.1.

(A) IN THIS SECTION:

(1) “PRECIOUS METAL BULLION OR COINS” MEANS:

(I) ANY PRECIOUS METAL THAT HAS GONE THROUGH A REFINING PROCESS AND IS IN A STATE OR CONDITION SUCH THAT ITS VALUE DEPENDS ON ITS PREVIOUS METAL CONTENT AND NOT ON ITS FORM; OR

(II) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, MONETIZED BULLION, COINS, OR OTHER FORMS OF MONEY THAT:

1. ARE MANUFACTURED FROM PRECIOUS METALS;

AND

2. ARE OR HAVE IN THE PAST BEEN USED AS A MEDIUM OF EXCHANGE UNDER THE LAWS OF THE STATE, THE UNITED STATES, OR A FOREIGN NATION; AND