

283 288.

(c 1) There is hereby annually levied and imposed for each year beginning after December 31, 1957, a tax on the net income of every resident individual of this State and on the net income, taxable in this State, of every individual not a resident of this State. Such tax shall be at the rate of three per cent. (3%) of the first \$500.00 of the net investment income subject to the tax imposed by this sub-title and at the rate of five per cent. (5%) on the balance of the net investment income subject to the tax imposed by this sub-title and at the rate of three per cent (3%) on the balance, if any, of the taxable net income.

(C-2) THERE IS HEREBY LEVIED AND IMPOSED FOR THE CALENDAR YEAR 1958, OR FOR THE FISCAL YEAR BEGINNING IN 1958 AND ENDING IN 1959, A TAX ON THE NET INCOME OF EVERY RESIDENT INDIVIDUAL OF THIS STATE AND ON THE NET INCOME, TAXABLE IN THIS STATE, OF EVERY INDIVIDUAL NOT A RESIDENT OF THIS STATE. SUCH TAX SHALL BE AT THE RATE OF FIVE PER CENTUM (5%) OF THE TAX ON NET INCOME PAYABLE BY ANY SUCH INDIVIDUAL UNDER THE PROVISIONS OF SUB-SECTION (C-1) OF THIS SECTION. THE TAX LEVIED AND IMPOSED IN THIS SUB-SECTION SHALL BE KNOWN AS A SURTAX, AND SHALL BE IN ADDITION TO AND NOT IN SUBSTITUTION OF THE TAX PAYABLE UNDER SAID SUB-SECTION (C-1), WHETHER COMPUTED UNDER THE REGULAR METHOD OR UNDER THE OPTIONAL METHOD OF COMPUTATION. THE COMPTROLLER IS AUTHORIZED TO ADOPT AND PROMULGATE OPTIONAL TAX COMPUTATION TABLES WHICH COMBINE THE TAXES PAYABLE UNDER SAID SUB-SECTION (C-1) AND UNDER THIS SUB-SECTION.

(f 2) (J) If the taxpayer's taxable year is fiscal year ending in 1958, such taxpayer shall compute his tax liability as prescribed in this section in the following manner: A tax shall first be computed according to the rates applicable to the calendar year 1957. A tentative tax shall then be computed according to the rates applicable to the calendar year 1958, and the difference between the tax and the tentative tax shall be determined. Such taxpayer's liability under this section shall be the sum of (a) the tax as computed according to the rates applicable to the calendar year 1957, and (b) that proportion of the difference between the tax and the tentative tax, as defined above, as the number of months in the taxpayer's fiscal year or period which fall in the calendar year 1958 bears to the whole number of months of such fiscal year or period. This sub-section shall be inapplicable for the calculation of any tax on any return filed which covers a fiscal year or period ending after December 31, 1958.

Sec. 2. And be it further enacted, That two new sub-sections be added to Section 285 of Article 81 of the Annotated Code of Maryland (1951 Edition, 1957 Supplement), titled "Revenue and Taxes", sub-title "Income Tax", to be known as Sub-sections (d 3) and (d 4), respectively, to follow immediately after Sub-section (d 2), of said Section 285, and to read as follows: AND THEY ARE HEREBY ADDED TO SECTION 289 OF SAID ARTICLE AND SUB-TITLE, SAID NEW SUB-SECTIONS TO BE KNOWN AS SUB-SECTIONS (F 1) AND (F 2), AND TO FOLLOW IMMEDIATELY AFTER