

Maryland (1951 Edition), title "Revenue and Taxes", sub-title "Income Tax"; to repeal and re-enact, with amendments, sub-section (q) of Section 275 and sub-sections (a), (b) and (c) of Section 281 of said Article, as said sub-section (b) of Section 281 was amended by Chapter 138 of the Acts of 1953, and as said sub-section (c) of Section 281 was amended by Chapter 81 of the Acts of 1954, and sub-section (e) of Section 285 of said Article; and to repeal and re-enact, with amendments, Sections 307 and 308 of said Article, AND TO ADD SECTIONS 285 (D-1) AND 285 (D-2) TO SAID ARTICLE AND SUB-TITLE, SAID NEW SECTIONS TO FOLLOW IMMEDIATELY AFTER SECTION 285 (D) THEREOF, amending personal exemptions for computation of income taxes, date for determining personal exemptions, and generally amending and revising the income tax law to provide for the withholding of income taxes on the salary, wages and compensation for personal services of any kind paid by an employer, AND MODIFYING FOR TEMPORARY PERIOD THE PROVISIONS CONTAINED IN SECTION 319 OF SAID ARTICLE 81 AS TO THE DISTRIBUTION OF STATE INCOME TAXES TO CERTAIN POLITICAL SUB-DIVISIONS OF THIS STATE, amending the definition of "employer", providing also for the filing of declarations of estimated tax by other persons and relating generally to the payment and collection of the State income tax; TO REPEAL AND RE-ENACT, WITH AMENDMENTS, SECTIONS 283(D) AND 285(C) OF SAID ARTICLE AND SUB-TITLE AND TO ADD SECTIONS 283(D-1) AND 283(F-1) TO SAID ARTICLE AND SUB-TITLE, INCREASING THE TAX ON THE NET INCOME OF EVERY CORPORATION (DOMESTIC OR FOREIGN) AND RELATING GENERALLY TO SUCH INCREASE.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That sub-section (s) of Section 275 and sub-sections (f) and (g) of Section 285 of Article 81 of the Annotated Code of Maryland (1951 Edition), title "Revenue and Taxes", sub-title "Income Tax", be and the same are hereby repealed.

SEC. 2. *And be it further enacted,* That sub-section (q) of Section 275 of Article 81 of the Annotated Code of Maryland (1951 Edition), title "Revenue and Taxes", sub-title "Income Tax", be and the same is hereby repealed and re-enacted, with amendments, to read as follows:

275.

(q) "Employer" means any person, firm or corporation, *including the Federal government, the State of Maryland and any county, municipal corporation or political sub-division or instrumentality of this State,* employing or utilizing the services of one or more individuals for hire, remuneration or compensation of any kind.

SEC. 3. *And be it further enacted,* That sub-sections (a), (b) and (c) of Section 281 of Article 81 of the Annotated Code of Maryland (1951 Edition), title "Revenue and Taxes", sub-title "Income Tax", as said sub-section (b) of Section 281 was amended by Chapter 138 of the Acts of 1953, and as said sub-section (c) of Section 281 was amended by Chapter 81 of the Acts of 1954, be and the same are hereby repealed and re-enacted, with amendments, to read as follows: