

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 subtitle and at the rate of five per cent. (5%) on the balance of the net investment income subject to the tax imposed by this subtitle and at the rate of three per cent. (3%) on the balance, if any, of the taxable net income.

288.

(c-2). There is hereby annually levied and imposed for each year beginning after December 31, 1964, 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 ~~four per cent (4%)~~ *three per cent. (3%)* of the first \$500.00 of the net investment income subject to the tax imposed by this subtitle and at the rate of five per cent. (5%) on the balance of the net investment income subject to the tax imposed by this subtitle, and at the rate of ~~four per cent. (4%)~~ *three per cent. (3%)* on the balance, if any, of the taxable net income.

289.

(f-1). In lieu of the regular method of computation provided by this subtitle, and the payment of the tax imposed by Sections 288(c-1) or 288(c-2), *whichever is applicable*, of this subtitle, an individual reporting on a cash basis for any taxable year, beginning after December 31, 1957, may elect to pay the tax as shown in the following table, if his gross income for the taxable year is ten thousand dollars (\$10,000.00) or less, and consists only of one or more of the following: (1) Salary; (2) wages; (3) compensation for personal services; or (4) dividends, interest and annuities not in excess of five hundred dollars (\$500.00) in the aggregate.

SEC. 2. *And be it further enacted*, That the sum of sixteen million two hundred thousand dollars (\$16,200,000) is hereby appropriated from any funds in the general surplus fund account of the treasury of the State for the fiscal year ending June 30, 1965, as an emergency appropriation to the State Department of Education for additional aid to education as required by Chapter 17 of the Acts of the Regular Session of 1964, in lieu of an appropriation in the same amount appearing under the item "Supplementation for Anticipated Legislation," appearing in Chapter 68 (pp. 217 and 218 of the published volume) of the Acts of the Regular Session of 1964. The funds here appropriated shall be distributed by budget amendment in conformity with the provisions of Chapter 17 of the Acts of the Regular Session of 1964. The Treasurer of the State, upon the warrant of the Comptroller, shall disburse the sum of money herein appropriated for the objects and purposes herein specified, to or upon the order of the person or persons entitled to receive it.

SEC. 3. *And be it further enacted*, That this Act is hereby declared to be an emergency measure and necessary for the immediate preservation of the public health and safety, and having been passed by a ye and nay vote supported by three-fifths of all the members elected to each of the two houses of the General Assembly of Maryland, the same shall take effect from the date of its passage.

Approved November 6, 1964.