

*not less than twenty (20) per cent of the State income tax liability before application of the credit provided in Section 288(g) of each taxpayer, resident in that county or Baltimore City. In the event such levy produces for any subdivision an amount less than would have been realized by a return of 0.68 per cent of all ordinary income and 1.7 per cent of all income previously taxable as investment income, as estimated by the Comptroller, the Comptroller shall pay such difference to the subdivision.*

(b) Every individual resident of Maryland making an income tax return under this subtitle shall be required to state on the tax return form furnished by the Comptroller the name of the county and the name of the incorporated municipality in which he resides.

(c) The remainder of the taxes collected shall be paid into the general treasury of the State and distributed therefrom, in the manner and for the purposes set forth in the budget.

[(d) 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) Beginning with the fiscal year ending June 30, 1964, and thereafter, the Comptroller is authorized in his discretion upon the request of the governing fiscal body of any incorporated municipality, 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 municipal corporation, 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 municipal corporation, 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.]

[(e)] (d) The Comptroller is directed to maintain sufficient reserves at the close of each fiscal year for the payment of the political subdivisions' share of income taxes collected on tax returns filed by individuals by the close of the fiscal year and the payment of refunds due the taxpayers.

[(f) The Comptroller is directed to maintain no reserves at the close of the fiscal year from withholding receipts or estimated tax