

Report of
MARYLAND BOARD OF REVENUE ESTIMATES
On
ESTIMATED MARYLAND REVENUES
FISCAL YEARS ENDING
JUNE 30, 1970
And
JUNE 30, 1971
Submitted To
GOVERNOR MARVIN MANDEL
DECEMBER 11, 1969

REPORT OF THE BOARD OF REVENUE ESTIMATES
ON ESTIMATED MARYLAND REVENUES FOR THE
FISCAL YEARS 1970 AND 1971

Inasmuch as the State Budget for the Fiscal Year Ending June 30, 1971 is now being prepared by Governor Marvin Mandel for submission to the General Assembly on January 21, 1970, the Board of Revenue Estimates has now established new estimates of State revenues for submission to the Governor for his use in its preparation.

The new estimates cover the current Fiscal Year Ending June 30, 1970 and the next Fiscal Year Ending June 30, 1971, and are based on study by the Board of all information obtainable on the current National and State economic factors affecting the flow of State revenue.

Revenues for the Fiscal Years 1970 and 1971 will, as in other years, be influenced by business and economic trends but also at this particular time by significant changes in the tax statutes made by the General Assembly during its regular 1969 session. The chief current changes in the tax structure are as follows:

(1) *Retail Sales and Use Taxes*

An increase from 3% to 4% bracket rates as of June 1, 1969. Elimination of exemptions for soap, ice and other items, effective June 1, 1969.

(2) *Motor Vehicle Titling Tax*

An increase from 3% to 4% effective June 1, 1969. The additional revenue from the 1% increase will go to the General Fund, but the original 3% tax revenue will continue to be dedicated for the Highway Fund as previously.