

CHAPTER 139

(Senate Bill 554)

AN ACT concerning

Income Tax - Interest Rate

FOR the purpose of increasing the annual interest rate applicable to income tax returns filed after an extension has been granted; increasing the interest rate payable on income tax refunds; increasing the interest rate applicable to the income tax when additional amounts are found to be due after a return is filed; increasing the interest rate payable on any penalty assessed under the income tax law; and correcting certain language.

BY repealing and re-enacting, with amendments,

Article 81 - Revenue and Taxes
Section 306, 310(c), 311(a) and 318
Annotated Code of Maryland
(1969 Replacement Volume and 1974 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Sections 306, 310(c), 311(a) and 318 of Article 81 - Revenue and Taxes, of the Annotated Code of Maryland (1969 Replacement Volume and 1974 Supplement) be and they are hereby repealed and re-enacted, with amendments, to read as follows:

Article 81 - Revenue and Taxes

306.

The Comptroller may grant a reasonable extension of time for filing income returns whenever in his judgment good cause exists and shall keep a record of every such extension. Except in case of a taxpayer who is abroad, no [such] extension shall be granted for more than six months, and in no case for more than one year. In the event time for filing a return is extended, the taxpayer is hereby required to pay, as a part of the tax, an amount equal to [six per cent. (6%)] NINE PERCENT per annum on the tax ultimately assessed from the time the return was due until the tax is actually paid to the Comptroller.

310.