REFUND CLAIM, THE LIMITATIONS OF ACTION AS SET FORTH IN SUBSECTION (B) OF THIS SECTION SHALL NOT APPLY IF THE TAXPAYER HAS FILED A PROTECTIVE CLAIM OR OTHERWISE NOTIFIED THE COMPTROLLER OF THE PENDING AUDIT OR REFUND CLAIM WITH THE INTERNAL REVENUE SERVICE WITHIN THREE YEARS FROM THE DATE THE STATE TAX RETURN WAS DUE TO BE FILED.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1976.

Approved May 17, 1976.

CHAPTER 814

(House Bill 1747)

AN ACT concerning

Income Tax - Oil Depletion Allowance

FOR the purpose of imposing the State income tax on certain tax preference items representing the oil percentage depletion allowance granted to individuals under the federal income tax, making other necessary changes in the law, providing for the effective date of the imposition, and clarifying the language.

BY repealing and reenacting, with amendments,

Article 81 - Revenue and Taxes
Section 280 (b) and 280B (a)
Annotated Code of Maryland
(1975 Replacement Volume and 1975 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Sections 280 (b) and 280B (a) of Article 81 - Revenue and Taxes, of the Annotated Code of Maryland (1975 Replacement Volume and 1975 Supplement) be and they are hereby repealed and reenacted, with amendments, to read as follows:

Article 81 - Revenue and Taxes

280.

(b) There shall be added to federal adjusted gross income: (1) interest or dividends, (less related expenses), on obligations or securities of any state or of a political subdivision or authority thereof (other