

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1977.

Approved May 26, 1977.

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CHAPTER 812

(House Bill 1289)

AN ACT concerning

Net Income of Corporations

FOR the purpose of providing that certain amounts included in federal income shall be subtracted from taxable income in order to determine the net income of a corporation for income tax purposes.

BY repealing and reenacting, with amendments,

Article 81 - Revenue and Taxes  
Section 280A(c)  
Annotated Code of Maryland  
(1975 Replacement Volume and 1976 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Section 280A(c) of Article 81 - Revenue and Taxes, of the Annotated Code of Maryland (1975 Replacement Volume and 1976 Supplement) be and it is hereby repealed and reenacted, with amendments, to read as follows:

Article 81 - Revenue and Taxes

280A.

(c) There shall be subtracted from taxable income of the taxpayer the following items to the extent included in federal income: (1) operating revenue subject to gross receipts taxes imposed by this article (less related expenses) of railroads, other public utilities and contract carriers; (2) the amount of any refunds of income taxes paid to the State of Maryland, any other state, the District of Columbia, and any political subdivision of the State of Maryland and any other state; [and] (3) interest income on obligations of the United States and its instrumentalities; AND (4) ANY AMOUNTS INCLUDED THEREIN BY OPERATION OF THE PROVISIONS OF SECTION 78 OF THE INTERNAL-REVENUE CODE OF 1954.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1977.