

Exclusions

FOR the purpose of deleting, from the retail sales and use tax provisions, an exclusion of tangible personal property destroyed in the manufacture, assembly, processing, or refining of certain other property or in the generation of electricity; ~~specifying an exemption, under the retail sales provisions,~~ substituting an exclusion for sale of certain property consumed directly and predominantly in these activities; defining certain terms; and correcting certain errors.

BY repealing and reenacting, with amendments,

Article 81 - Revenue and Taxes
Section 324(f)~~7-326(dd)7~~ and 372(d)
Annotated Code of Maryland
(1975 Replacement Volume and 1978 Supplement)

~~BY adding to~~

~~Article 81 - Revenue and Taxes
Section 326(ii)
Annotated Code of Maryland
(1975 Replacement Volume and 1978 Supplement)~~

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article 81 - Revenue and Taxes

324.

As used in this subtitle, the following terms shall mean or include:

(f) "Retail sale" and "sale at retail" means the sale in any quantity or quantities of any tangible personal property or service taxable under the terms of this subtitle. The term shall mean all sales of tangible personal property to any person for any purpose other than those in which the purpose of the purchaser is (i) to resell the property so transferred in the form in which the same is, or is to be, received by him, ~~-(ii)] to destroy the property so transferred in the manufacturing, assembling, processing or refining of other tangible personal property to be produced for sale or in the generation of electricity,~~ TO CONSUME THE PROPERTY SO TRANSFERRED DIRECTLY AND PREDOMINANTLY IN MANUFACTURING, ASSEMBLING, PROCESSING, OR REFINING OF TANGIBLE PERSONAL PROPERTY FOR SALE OR IN THE GENERATION OF ELECTRICITY, IF THE CONSUMPTION OCCURS WITHIN 1 YEAR AFTER THE TANGIBLE PERSONAL PROPERTY FIRST IS USED FOR OR APPLIED TO ANY OF THESE PURPOSES, or ~~-(iii)-}{-}{(ii)}~~ to use or incorporate