

which State income taxes were paid under the applicable State law at the time the interest or dividends accumulated in the plan; (6) to the extent included, 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 of any other state; (7) to the extent included, distributions to beneficiaries of accumulated income on which income tax has been paid by a fiduciary to this State; (8) expenses for household and dependent care services determined and calculated as employment-related expenses under Section 44A of the Internal Revenue Code, as amended from time to time, and subject to the dollar limit imposed by that section; (9) to the extent included, any profit realized from the sale or exchange of bonds issued by this State and its political subdivisions; (10) ~~FOR AN INDIVIDUAL NONFIDUCIARY TAXPAYER, INTEREST PAID WITH RESPECT TO AN ACCOUNT WITH A FINANCIAL INSTITUTION, THIS SUBTRACTION IS LIMITED TO \$100 FOR THE 1980 CALENDAR YEAR, \$200 FOR THE 1981 CALENDAR YEAR, \$300 FOR THE 1982 CALENDAR YEAR, \$400 FOR THE 1983 CALENDAR YEAR, AND \$500 FOR THE 1984 CALENDAR YEAR AND THEREAFTER, THIS SUBTRACTION SHALL BE ALLOWED FOR BOTH THE HUSBAND AND THE WIFE IN THE CASE OF A JOINT RETURN, THIS SUBTRACTION MAY NOT BE ALLOWED TO A FISCAL YEAR TAXPAYER, and~~ ~~{(10)}~~ ~~{(11)}~~ for all taxable years ending after December 31, 1972, amounts received by an individual who is totally disabled, as an annuity, pension or endowment under a private, municipal, State or federal retirement system, and included in such individual's federal adjusted gross income, this subtraction shall not exceed an amount equal to the maximum annual benefit received in Maryland by persons who retired at the age of 65 or older under the Social Security Act for the prior calendar year. The Comptroller shall determine the amount of the maximum benefit annually and for the purposes of this subparagraph may allow the subtraction to the nearest \$100. The allowed subtraction shall be reduced by the amount of disability benefits received under the Social Security Act, the Railroad Retirement Act, or both, as the case may be; AND (11) FOR ALL TAXABLE YEARS ENDING AFTER DECEMBER 31, 1979, TO THE EXTENT NOT OTHERWISE INCLUDABLE IN NET INCOME, INTEREST RECEIVED BY AN INDIVIDUAL, NOT TO EXCEED \$200 ANNUALLY FOR A SINGLE INDIVIDUAL AND \$400 ANNUALLY FOR A MARRIED COUPLE.

SECTION 2. AND BE IT FURTHER ENACTED, That should federal legislation be enacted providing an exclusion of interest from gross income for federal income tax purposes, this Act shall be null and void without the necessity of further action by the General Assembly.

SECTION 2 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1980.

Approved May 27, 1980.
