

(A) "ASSOCIATION" DEFINED.

IN THIS SECTION, "ASSOCIATION" MEANS:

- (1) A SAVINGS AND LOAN ASSOCIATION;
- (2) A FEDERAL ASSOCIATION THAT HAS AN OFFICE IN THIS STATE; OR
- (3) A FOREIGN ASSOCIATION THAT IS ADMITTED TO DO BUSINESS IN THIS STATE.

(B) TAX IMPOSED.

IN ADDITION TO ANY OTHER TAX IMPOSED, EACH ASSOCIATION SHALL PAY THIS STATE AN ANNUAL FRANCHISE TAX.

(C) RATE.

THE FRANCHISE TAX UNDER THIS SECTION SHALL BE AN AMOUNT EQUAL TO ONE HUNDRED THIRTY TEN-THOUSANDTHS OF ONE PERCENT OF THE TOTAL WITHDRAWAL VALUE AT DECEMBER 31 OF EACH YEAR OF AN ASSOCIATION'S FREE SHARE ACCOUNTS AND OTHER DEPOSITS ORIGINATED IN THIS STATE.

(D) TAX REPORT.

AN ASSOCIATION SHALL CERTIFY TO THE STATE COMPTROLLER THE TOTAL WITHDRAWAL VALUE OF FREE SHARE ACCOUNTS AND DEPOSITS AND THE FRANCHISE TAX DUE IN THE MANNER THAT OTHER TAXES ARE REPORTED.

(E) DUE DATE; PENALTY AND INTEREST.

(1) THE FRANCHISE TAX UNDER THIS SECTION IS PAYABLE WITHOUT INTEREST BEFORE APRIL 15 OF EACH YEAR.

(2) IF THE FRANCHISE TAX IS NOT PAID, THE AMOUNT OF UNPAID TAX BEARS INTEREST AT THE RATE OF THREE-QUARTERS OF ONE PERCENT FOR EACH MONTH OR FRACTION OF A MONTH.

(3) IF THE FRANCHISE TAX IS NOT PAID BEFORE DECEMBER 1 OF THE YEAR IN WHICH THE TAX IS DUE, A PENALTY OF 5 PERCENT IS ADDED TO THE AMOUNT DUE.

(F) CERTAIN REDUCTIONS.

IF A MARYLAND ASSOCIATION THAT IS DOING BUSINESS IN A FOREIGN JURISDICTION IS REQUIRED TO PAY A FRANCHISE TAX TO THE FOREIGN JURISDICTION BASED ON ITS FREE SHARES ORIGINATED IN THIS STATE, THE FRANCHISE TAX UNDER THIS SECTION SHALL BE REDUCED TO THE EXTENT OF THE TAX PAID TO THE FOREIGN JURISDICTION.

REVISOR'S NOTE: Ch. _____, Acts of 1980, which enacted the Financial Institutions Article, also added this section. This section is new language
