

(4) AN AMENDED ESTATE TAX RETURN IS NOT FILED AS REQUIRED UNDER TITLE 7 OF THIS ARTICLE;

[(4)] (5) an incomplete return is filed; or

[(5)] (6) a report of federal adjustment is not filed within the period required under § 13-409 of this title.

(c) If a report of federal adjustment is filed within the time required under § 13-409 of this title, the tax collector shall assess the financial institution franchise tax [or], income tax, OR ESTATE TAX within 1 year after the date on which the tax collector receives the report.

(d) (1) Subject to the provisions of paragraph (2) of this subsection, an assessment of income tax OR ESTATE TAX arising out of an amended return shall be made within 3 years after the date that the amended return is filed.

(2) An assessment of income tax under paragraph (1) of this subsection shall be related to changes made by the amended items in the return.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2006, and shall be applicable to decedents dying after December 31, 2005.

Approved May 2, 2006.

CHAPTER 226

(Senate Bill 22)

AN ACT concerning

**Income Tax – Subtraction Modification – Military Retirement Income
Retired Military and Senior Citizen Tax Reduction Act of 2006
Income Tax – Subtraction Modification – Military Retirement Income**

FOR the purpose of altering a certain subtraction modification under the Maryland income tax for military retirement income ~~over a certain period of time~~; providing that retirement income that is included in a certain subtraction modification may not be taken into account for purposes of a certain subtraction modification allowed under the income tax for certain individuals who are at least a certain age or who are disabled or have disabled spouses; ~~altering the amount allowed as a deduction under the Maryland income tax for additional exemptions under the Maryland income tax for certain individuals who as of the last day of the taxable year are blind or at least a certain age; reducing a certain amount allowed as a deduction under certain circumstances based on the amount that certain income exceeds a certain amount; repealing certain obsolete provisions of law~~; defining certain terms; providing for the application of this Act; and generally relating to ~~a subtraction modification for the Maryland income taxation of certain blind and elderly individuals and~~ military retirement income.