

BY repealing and reenacting, with amendments,

Article – Tax – Property

Section 9–103(e)

Annotated Code of Maryland

(2001 Replacement Volume and 2005 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

~~Article – Tax – General~~

~~10–702.~~

~~(b) (1) Any business entity that is located in an enterprise zone and satisfies the requirements of Article 83A, § 5–404 of the Code may claim a credit only against the State income tax for the wages specified in subsections (c) and (d) of this section that are paid in the taxable year for which the entity claims the credit.~~

~~(2) A business entity that is located in a focus area and satisfies the requirements of Article 83A, § 5–404 of the Code may claim a credit only against the State income tax for the wages specified in subsection (e) of this section that are paid to a focus area employee in the taxable year for which the entity claims the credit.~~

~~(3) An organization that is exempt from taxation under § 501(c)(3) or (4) of the Internal Revenue Code may apply the credit under this section as a credit against income tax due on unrelated business taxable income as provided under §§ 10–304 and 10–812 of this title.~~

~~(4) NOTWITHSTANDING ARTICLE 83A, § 5–404(D) OF THE CODE BUT SUBJECT TO ARTICLE 83A, § 5–404(B) AND (C) OF THE CODE, A BUSINESS ENTITY OPERATING IN AN ENTERPRISE ZONE WHEN THE DESIGNATION OF THE ENTERPRISE ZONE EXPIRES MAY CONTINUE TO CLAIM THE CREDITS ALLOWED UNDER THIS SECTION FOR QUALIFIED EMPLOYEES WHO BECOME QUALIFIED EMPLOYEES WITHIN 2 YEARS AFTER THE DATE THE DESIGNATION OF THE ENTERPRISE ZONE EXPIRES.~~

**Article – Tax – Property**

9–103.

(e) (1) A tax credit under this section is available to a qualified property for no more than 10 consecutive years beginning with the taxable year following the calendar year in which the real property initially becomes a qualified property.

(2) Even if the designation of an enterprise zone expires, the tax credit under this section continues to be available to a qualified property.

(3) NOTWITHSTANDING ARTICLE 83A, § 5–404(D) OF THE CODE BUT SUBJECT TO ARTICLE 83A, § 5–404(B) AND (C) OF THE CODE, A BUSINESS ENTITY OPERATING IN AN ENTERPRISE ZONE WHEN THE DESIGNATION OF THE ENTERPRISE ZONE EXPIRES MAY CLAIM THE CREDITS ALLOWED UNDER THIS SECTION FOR REAL PROPERTY THAT: