

(2) Interest shall accrue at 6-month intervals from the day the resident gives the park owner the security deposit. Interest is not compounded.

(3) Interest shall be payable only on security deposits of \$50 or more.

(4) If the park owner, without a reasonable basis, fails to return any part of the security deposit, plus accrued interest, within 45 days after the termination of the tenancy, the resident has an action of up to threefold of the withheld amount, plus reasonable attorney's fees.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed to apply only prospectively and may not be applied or interpreted to have any effect on or application to any mobile home park tenancy created or renewed before the effective date of this Act.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2005.

May 26, 2005

The Honorable Michael E. Busch
Speaker of the House
State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 638 – *Income Tax – Corporations – Payments to Related Entities – Foreign Taxes*.

This bill provides that specified taxes imposed by specified foreign nations be taken into account for purposes of specified exceptions to a requirement that otherwise deductible interest expenses and intangible expenses paid by a corporation to related entities be added to the federal taxable income to determine Maryland modified income under specified circumstances and applies the Act to tax years after 2004.

Senate Bill 341, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 638.

Very truly yours,
Robert L. Ehrlich, Jr.
Governor

House Bill No. 638

AN ACT concerning

Income Tax – Corporations – Payments to Related Entities – Foreign Taxes
FOR the purpose of altering certain exceptions to a requirement that certain interest