

CHAPTER 98**(Senate Bill 217)**

AN ACT concerning

Research and Development Tax Credit

FOR the purpose of ~~altering the maximum amount of credits that the Department of Business and Economic Development may approve for any calendar year for each component of the Maryland Research and Development Tax Credit;~~ decreasing the number of succeeding years during which an individual or corporation may carry forward the Maryland Research and Development Tax Credit and apply the excess as a credit against the State income tax; extending the time period during which the research and development tax credit may be taken by qualified business entities; requiring the Department to make a certain report by a certain date each year; providing for the application of certain provisions of this Act; and generally relating to the research and development tax credit program.

BY repealing and reenacting, with amendments,

Article – Tax – General

Section 10-721

Annotated Code of Maryland

(2004 Replacement Volume)

BY repealing and reenacting, with amendments,

Chapter 515 of the Acts of the General Assembly of 2000

Section 2 and 4

BY repealing and reenacting, with amendments,

Chapter 516 of the Acts of the General Assembly of 2000

Section 2 and 4

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

Article – Tax – General

10-721.

(a) (1) In this section the following words have the meanings indicated.

(2) “Department” means the Department of Business and Economic Development.

(3) “Maryland base amount” means the base amount as defined in § 41(c) of the Internal Revenue Code that is attributable to Maryland, determined by:

(i) substituting “Maryland qualified research and development expense” for “qualified research expense”;