

(2) [\$5] \$10.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1985.

Approved May 21, 1985.

CHAPTER 284

(House Bill 306)

AN ACT concerning

Income Tax - Pension Income Modification

FOR the purpose of clarifying for State income tax purposes the basis for computing the maximum Social Security benefit used in determining the pension income subtraction modification.

BY repealing and reenacting, with amendments,

Article 81 - Revenue and Taxes
Section 280(c)
Annotated Code of Maryland
(1980 Replacement Volume and 1984 Supplement)
(As enacted by Chapter 436 of the Acts
of the General Assembly of 1984)

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

Article 81 - Revenue and Taxes

280.

(c) There shall be subtracted from federal adjusted gross income:

(1) Interest or dividends on obligations of the United States and its territories and possessions or of any authority, commission or instrumentality of the United States and any other income to the extent includable in gross income for federal income tax purposes; but exempt from State income taxes under the laws of the United States;

(2) To the extent included, payments received by policemen and firemen from pension systems for injuries or disabilities arising out of and in the course of their employment as policemen or firemen;