

Annotated Code of Maryland
(1980 Replacement Volume and 1985 Supplement)

BY adding to

Article 81 - Revenue and Taxes
Section 280(c)(19) and 280E
Annotated Code of Maryland
(1980 Replacement Volume and 1985 Supplement)

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

Article 81 - Revenue and Taxes

291B:

(A)--IN-THIS-SECTION:

(i)--"CONSERVATION-TILLAGE-EQUIPMENT"--MEANS-A--PLANTER OR-DRILL-THAT:

(i)--IS-COMMONLY-KNOWN-AS-A-"NO-TILL"-PLANTER-OR DRILL;--AND

(ii)--IS-DESIGNED-TO-MINIMIZE-THE-DISTURBANCE-OF THE-SOIL-IN-PLANTING-CROPS;

(2)--"CONSERVATION---TILLAGE---EQUIPMENT"--INCLUDES--A PLANTER-OR-DRILL-THAT-ATTACHES--TO--OR--IS--PULLED--BY--EQUIPMENT ALREADY-OWNED-BY-THE-TAXPAYER;--AND

(3)--"CONSERVATION-TILLAGE-EQUIPMENT"--DOES-NOT-INCLUDE EQUIPMENT:

(i)--WITH-A-USEFUL-LIFE-LESS-THAN-4-YEARS;--OR

(ii)--OWNED--BY--THE--TAXPAYER--FOR--LESS-THAN-3 YEARS-

(B)--A-TAXPAYER-MAY-CLAIM-A-CREDIT-AGAINST-THE--TAX--IMPOSED UNDER--§--280--OF--THIS--ARTICLE--FOR--EXPENSES--INCURRED-FOR-THE PURCHASE-AND-INSTALLATION-OF-CONSERVATION-TILLAGE-EQUIPMENT--USED IN-AGRICULTURAL-PRODUCTION-BY-THE-TAXPAYER.

(C)--THE-AMOUNT-OF-THE-CREDIT-UNDER-THIS-SECTION-IS-EQUAL-TO 5%--OF--THE--TOTAL--COST--OF--PURCHASING--AND--INSTALLING--THE CONSERVATION-TILLAGE-EQUIPMENT.

(D)--ANY-AMOUNT-OF-THE-CREDIT-THAT--EXCEEDS--THE--TAXPAYER'S INCOME--TAX-LIABILITY-FOR-THE-TAXABLE-YEAR-MAY-BE-CARRIED-OVER-TO SUCCEEDING-TAXABLE-YEARS-UNTIL-THE-FULL-AMOUNT-OF-THE--CREDIT--IS USED-