

Article 81 - Revenue and Taxes
Section 128B
Annotated Code of Maryland
(1980 Replacement Volume and 1986 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

128B.

(a) In this section, "association" means:

(1) A savings and loan association;

(2) A federal association that has an office in this State; [or]

(3) A FEDERAL SAVINGS BANK CHARTERED BY THE FEDERAL HOME LOAN BANK; OR

[(3)] (4) A foreign association that is admitted to do business in this State.

(b) In addition to any other tax imposed, each association shall pay this State an annual franchise tax.

(c) The franchise tax under this section shall be an amount equal to one hundred thirty ten-thousandths of one percent of the total withdrawal value at December 31 of each year of an association's free share accounts and other deposits originated in this State.

(d) An association shall certify to the State Comptroller the total withdrawal value of free share accounts and deposits and the franchise tax due in the manner that other taxes are reported.

(e) (1) The franchise tax under this section is payable without interest before April 15 of each year.

(2) If the franchise tax is not paid, the amount of unpaid tax bears interest at the rate determined under § 204 of this article.

(3) If the franchise tax is not paid before December 1 of the year in which the tax is due, a penalty of 5 percent is added to the amount due.

(f) If a Maryland association that is doing business in a foreign jurisdiction is required to pay a franchise tax to the