

OR REASONABLY ATTRIBUTABLE TO TRADE OR BUSINESS CARRIED ON IN THE STATE SHALL BE DETERMINED USING A 3-FACTOR FORMULA THAT EQUALLY WEIGHS PROPERTY, PAYROLL, AND SALES.

(2) THE PROPERTY FACTOR UNDER PARAGRAPH (1) OF THIS SUBSECTION SHALL INCLUDE:

(I) RENTED AND OWNED REAL PROPERTY; AND

(II) TANGIBLE PERSONAL PROPERTY LOCATED IN THE STATE AND USED IN THE TRADE OR BUSINESS.

(D) TO REFLECT CLEARLY THE INCOME ALLOCABLE TO MARYLAND, THE COMPTROLLER MAY, WHERE CIRCUMSTANCES WARRANT, ALTER THE METHODS UNDER SUBSECTIONS (B) AND (C) OF THIS SECTION, INCLUDING:

(1) THE USE OF THE SEPARATE ACCOUNTING METHOD;

(2) THE USE OF THE 3-FACTOR FORMULA METHOD;

(3) THE WEIGHT OF ANY FACTOR IN THE 3-FACTOR FORMULA;

(4) THE VALUATION OF RENTED PROPERTY INCLUDED IN THE PROPERTY FACTOR; AND

(5) THE DETERMINATION OF THE EXTENT TO WHICH TANGIBLE PERSONAL PROPERTY IS LOCATED IN THE STATE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1987 and shall be applicable to all taxable years beginning after December 31, 1986.

Approved June 2, 1987.

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CHAPTER 719

(House Bill 1268)

AN ACT concerning

Income Tax - Enterprise Zone Wage Credit

FOR the purpose of providing for a certain time in which certain employees may not be hired to replace certain other employees as an eligibility criteria for an income tax credit based on certain amounts of the enterprise zone wages; and providing for the application of this Act.

BY repealing and reenacting, with amendments,