

For parallel exemption provisions that are similar to those in subsection (f) of this section and apply to the Maryland estate tax and the tax on commissions, see §§ 7-303 and 7-402 of this title, respectively.

Defined terms: "County" § 1-101
 "Death taxes" § 7-101 "Estate" § 7-201
 "Inheritance tax" § 1-101
 "Internal Revenue Code" § 1-101
 "Person" § 1-101 "Property" § 1-101
 "Property that passes from a decedent" § 7-201
 "State" § 1-101

7-204. TAX RATE.

(A) "CLEAR VALUE" DEFINED.

IN THIS SECTION, "CLEAR VALUE" MEANS FAIR MARKET VALUE MINUS EXPENSES.

(B) COLLATERAL TAX RATE.

EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, THE INHERITANCE TAX RATE IS 10% OF THE CLEAR VALUE OF THE PROPERTY THAT PASSES FROM A DECEDENT.

(C) LINEAL TAX RATE.

THE INHERITANCE TAX RATE IS 1% OF THE CLEAR VALUE OF:

(1) THE PROPERTY THAT PASSES FROM A DECEDENT TO OR FOR THE USE OF:

(I) A GRANDPARENT OF THE DECEDENT;

(II) A PARENT OF THE DECEDENT;

(III) A SPOUSE OF THE DECEDENT;

(IV) A CHILD OR OTHER LINEAL DESCENDANT OF THE DECEDENT;

(V) A STEPPARENT OR STEPCHILD OF THE DECEDENT;
 OR

(VI) A CORPORATION IF ALL OF ITS STOCKHOLDERS CONSIST OF THE SURVIVING SPOUSE, PARENTS, STEPPARENTS, STEPCHILDREN, LINEAL DESCENDANTS OF THE DECEDENT, AND SPOUSES OF THE LINEAL DESCENDANTS; AND

(2) THE FIRST \$2,000 THAT PASSES FROM THE DECEDENT, BY SURVIVORSHIP, TO A SPOUSE OF A LINEAL DESCENDANT OF THE DECEDENT FROM SAVINGS ACCOUNTS THAT THE DECEDENT AND SPOUSE OF THE LINEAL DESCENDANT HELD JOINTLY.