

(D) S CORPORATION CREDIT FOR TAX PAID TO ANOTHER STATE.

THE ADDITION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE AMOUNT OF A CREDIT THAT IS CLAIMED UNDER § 10-703 OF THIS TITLE AND IS BASED ON A TAX PAID BY AN S CORPORATION TO A STATE THAT DOES NOT RECOGNIZE THE FEDERAL TAX TREATMENT OF AN S CORPORATION.

REVISOR'S NOTE: Subsection (a) of this section is new language added to clarify that an amount under this section is to be added whether or not excluded from computation for federal income tax purposes. In light of this addition, in subsection (b) of this section, the former requirement that "an appropriate modification must be made ... increasing the taxable income base to the extent of the credit claimed" is deleted as unnecessary.

Subsections (b) through (d) of this section are new language derived without substantive change from former Art. 81, §§ 280(b)(8) and 291A(d) and, as it related to Maryland adjusted gross income, § 280D(c)(1)(ii), (3), and (4).

In subsection (b) of this section, the phrase "for wages paid to an employee in an enterprise zone" is added for clarity.

In subsection (c) of this section, the reference to "decertification" of commercial forest land "under § 5-219 of the Natural Resources Article" is substituted for the former references to "reforestation or timber stand improvement activities" that are not continued, and to forest land that "does not remain as commercial forest land for 15 years after final certification", for clarity and conformity to NR § 5-219(b).

As to the transfer of former Art. 81, §§ 280C and 280D(a), (c)(1)(i) and (2), and (d) to the Natural Resources Article, see General Revisor's Note to Subtitle 3 of this title.

Defined terms: "Individual" § 10-101
 "State" § 1-101 "Taxable year" § 10-101
 "Wages" § 10-101

10-207. SUBTRACTIONS FROM FEDERAL ADJUSTED GROSS INCOME -- IN GENERAL.

(A) IN GENERAL.

TO THE EXTENT INCLUDED IN FEDERAL ADJUSTED GROSS INCOME, THE AMOUNTS UNDER THIS SECTION ARE SUBTRACTED FROM THE FEDERAL ADJUSTED GROSS INCOME OF AN INDIVIDUAL TO DETERMINE MARYLAND ADJUSTED GROSS INCOME.