

BY repealing and reenacting, with without amendments,

Article - Tax - General
Section 8-204
Annotated Code of Maryland
(1988 Volume)

BY adding to

Article - Tax - General
Section 10-206(e)
Annotated Code of Maryland
(1988 Volume)

BY repealing and reenacting, with amendments,

Article - Tax - General
Section 10-306
Annotated Code of Maryland
(1988 Volume)

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

Article - Tax - General

8-204.

(a) A financial institution shall compute its net earnings:

(1) based on the accounting period used as its fiscal year; and

(2) subject to the ~~additions~~ required under subsection (b) ~~MODIFICATIONS UNDER SUBSECTIONS (B) AND (C)~~ of this section, in the manner that a corporation computes, for purposes of the income tax, the Maryland modified income.

(b) A financial institution shall add to its net earnings computed under subsection (a) of this section the amounts that, even if otherwise allowed to be subtracted under § 10-307(b) and (g)(3) of this article, equal:

(1) profit realized from the sale or exchange of bonds issued by this State or a political subdivision of this State;

(2) dividends received from foreign corporations and included in federal gross income under § 78 of the Internal Revenue Code;