

(ii) interest or dividends paid on the account on which a State tax on income was paid at the time that the interest or dividends accumulated in the account.

[(o)] (H) The subtraction under subsection (a) of this section includes a payment received under a fire, rescue, or ambulance personnel length of service award program that is funded by any county or municipal corporation of the State.

[(p)] (I) The subtraction under subsection (a) of this section includes an amount equal to 40% of net capital gain, as defined and determined under the Internal Revenue Code.

[(g) The subtraction under subsection (a) of this section includes income of a nonresident:

(1) other than:

(i) income derived from real property or tangible personal property located in the State, whether the income is received directly or from a fiduciary;

(ii) income derived from a business, occupation, profession, or trade that is wholly carried on in the State;

(iii) the part, allocable to the State under § 10-401 of this title, of income derived from a business, occupation, profession, or trade that is carried on both within and without the State; and

(iv) income from Maryland State lottery prizes and other gambling winnings derived in the State; and

(2) reduced by any loss or adjustment to income that:

(i) is included in computing federal adjusted gross income; and

(ii) is not attributable to Maryland sources.]

[(r)] (J) The subtraction under subsection (a) of this section includes profit realized from the sale or exchange of a bond issued by the State or a political subdivision of the State.

[(s)] (K) The subtraction under subsection (a) of this section includes a payment received:

(1) under Title II of the Social Security Act; or

(2) as a benefit under the Railroad Retirement Act.