

(1) INCOME DERIVED FROM REAL OR TANGIBLE PERSONAL PROPERTY LOCATED IN THE STATE, WHETHER THE INCOME IS DERIVED DIRECTLY OR FROM A FIDUCIARY;

(2) INCOME DERIVED FROM:

(I) A BUSINESS THAT IS WHOLLY CARRIED ON IN THE STATE AND IN WHICH THE INDIVIDUAL IS A PARTNER, SHAREHOLDER OF AN S CORPORATION, OR PROPRIETOR; OR

(II) AN OCCUPATION, PROFESSION, OR TRADE THAT IS WHOLLY CARRIED ON IN THE STATE;

(3) THE PART, ALLOCABLE TO THE STATE UNDER § 10-401 OF THIS TITLE, OF INCOME DERIVED FROM:

(I) A BUSINESS THAT IS CARRIED ON BOTH IN AND OUT OF THE STATE AND OF WHICH THE INDIVIDUAL IS A PARTNER, SHAREHOLDER OF AN S CORPORATION, OR PROPRIETOR; OR

(II) AN OCCUPATION, PROFESSION, OR TRADE THAT IS CARRIED ON BOTH IN AND OUT OF THE STATE; AND

(4) INCOME FROM MARYLAND STATE LOTTERY PRIZES AND OTHER GAMBLING WINNINGS DERIVED IN THE STATE.

(C) TO THE EXTENT NOT OTHERWISE INCLUDED UNDER SUBSECTION (B) OF THIS SECTION, THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE AMOUNTS ALLOWED TO BE SUBTRACTED FOR RESIDENTS UNDER § 10-207 OF THIS SUBTITLE.

(D) THE SUBTRACTION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE AMOUNTS ALLOWED TO BE SUBTRACTED FOR RESIDENTS UNDER § 10-208 OF THIS SUBTITLE.

10-222.

(a) In this section, "tax preference items" mean the items that:

(1) total more than \$10,000 for an individual return or \$20,000 for a joint return;

(2) are defined under § 57 of the Internal Revenue Code;

(3) are modified and apportioned under § 59 of the Internal Revenue Code; and

(4) are further modified by: