SECTION 3. AND BE IT FURTHER ENACTED, That at the 1996 Session of the General Assembly, the Governor shall:

(a)   Submit to the legislature with the State budget bill a report that indicates for the current fiscal year and for the fiscal year for which the State budget is proposed, the effects on revenues and expenditures of changes in federal law or federal fiscal policies and the extent to which any funds from the Citizen Tax Reduction Reserve Account established under § 7-310.1 of the State Finance and Procurement Article as enacted under Section 1 of this Act are being requested to offset those effects; and

(b)   Propose legislation authorizing State individual income tax relief beginning in taxable year 1997 to the extent financially prudent and in the best interests of the people of Maryland.

SECTION 4. 5.   AND BE IT FURTHER ENACTED, That *Sections 1 and 4 of* this Act shall take effect June 1, 1995.

SECTION 6.   AND BE IT FURTHER ENACTED, That Sections 2 and 3 of this Act shall take effect July 1, 1995 and shall be applicable to taxable years beginning after June 30, 1996.

Approved May 9, 1995.

CHAPTER 129

(House Bill 622)

AN ACT concerning

Sales and Use Tax – Computer Software Maintenance Contracts

FOR the purpose of exempting from the sales and use tax the sale of optional computer software maintenance contracts under certain circumstances.

BY adding to
    Article – Tax – General
    Section 11–219(c)
    Annotated Code of Maryland
    (1988 Volume and 1994 Supplement)

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