

(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 excluding:

(I) the oil percentage depletion allowance claimed under § 613 or § 613A of the Internal Revenue Code; AND

(II) INTEREST DESCRIBED IN § 57(A)(5) OF THE INTERNAL REVENUE CODE, IF THE INTEREST IS ATTRIBUTABLE TO OBLIGATIONS OF:

1. THE STATE OF MARYLAND ~~OR~~;

2. A POLITICAL SUBDIVISION OR AUTHORITY OF THE STATE; OR

3. ANY OTHER ENTITY AUTHORIZED UNDER MARYLAND LAW TO ISSUE OBLIGATIONS THE INTEREST ON WHICH IS EXCLUDED FROM GROSS INCOME UNDER § 103 OF THE INTERNAL REVENUE CODE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1996 and shall be applicable to all taxable years beginning after December 31, 1995.

Approved April 30, 1996.

CHAPTER 184

(House Bill 102)

AN ACT concerning

Income Tax – Definitions – Fiduciaries

FOR the purpose of clarifying that certain receivers and trustees are considered fiduciaries under the State income tax law; and generally relating to the Maryland income tax law.

BY repealing and reenacting, without amendments,

Article – Tax – General

Section 10-101(a)

Annotated Code of Maryland

(1988 Volume and 1995 Supplement)

BY repealing and reenacting, with amendments,

Article – Tax – General

Section 10-101(d)

Annotated Code of Maryland