

~~2. \$43.20 FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2000 BUT BEFORE JANUARY 1, 2002, AND~~

~~3. \$57 FOR A TAXABLE YEAR BEGINNING AFTER DECEMBER 31, 2001.~~

~~(2) OF THE AMOUNT DETERMINED UNDER PARAGRAPH (1) OF THIS SUBSECTION, AN INDIVIDUAL WHO IS A NONRESIDENT OR IS A RESIDENT OF THE STATE FOR ONLY A PART OF THE YEAR IS ALLOWED ONLY A FRACTION:~~

~~(I) THE NUMERATOR OF WHICH IS THE INDIVIDUAL'S MARYLAND ADJUSTED GROSS INCOME, AND~~

~~(II) THE DENOMINATOR OF WHICH IS THE INDIVIDUAL'S FEDERAL ADJUSTED GROSS INCOME.~~

~~(B) AN INDIVIDUAL MAY CLAIM A CREDIT AGAINST THE COUNTY INCOME TAX FOR A TAXABLE YEAR IN AN AMOUNT EQUAL TO THE LESSER OF:~~

~~(1) THE COUNTY INCOME TAX FOR THE TAXABLE YEAR, AND~~

~~(2) THE PRODUCT OF MULTIPLYING \$1,200 TIMES THE COUNTY INCOME TAX RATE FOR THE TAXABLE YEAR.~~

10-908.

(e) The Board of Trustees of the State Retirement and Pension System shall withhold from a payment of a death benefit to a resident payee the sum of:

(1) the top marginal State income tax rate for individuals under § 10-105(a) of this title applied to the payment; and

(2) the county income tax rate applied to [5% of] the payment.

SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

Article - Tax - General

2-607.

(b) If the county income tax rate for a county is less than [2.5%] 2.6%, the amount determined under subsection (a)(1) of this section shall be multiplied by a fraction:

(1) the numerator of which is [2.5%] 2.6%; and

(2) the denominator of which is the county income tax rate for the county.

10-106.

(a) (3) (i) A county may not increase its county income tax rate above [2.5%] 2.6% until after the county has held a public hearing on the proposed act, ordinance, or resolution to increase the rate.