

(III) "FILM PRODUCTION ACTIVITY" DOES NOT INCLUDE:

1. PRODUCTION OR POSTPRODUCTION OF STUDENT FILMS OR NONCOMMERCIAL PERSONAL VIDEOS; OR

2. ANY ACTIVITY NOT NECESSARY TO AND UNDERTAKEN DIRECTLY AND EXCLUSIVELY FOR THE MAKING OF A MASTER FILM, TAPE, OR IMAGE.

(3) "TANGIBLE PERSONAL PROPERTY OR A TAXABLE SERVICE USED DIRECTLY IN CONNECTION WITH A FILM PRODUCTION ACTIVITY" INCLUDES:

(I) CAMERA EQUIPMENT AND SUPPLIES;

(II) FILM AND TAPE;

(III) LIGHTING AND STAGE EQUIPMENT AND SUPPLIES;

(IV) SOUND EQUIPMENT AND SUPPLIES;

(V) RECORDING EQUIPMENT AND SUPPLIES;

(VI) COSTUMES, WARDROBES, AND MATERIALS TO CONSTRUCT THEM;

(VII) PROPS, SCENERY, AND MATERIALS TO CONSTRUCT THEM;

(VIII) DESIGN SUPPLIES AND EQUIPMENT;

(IX) DRAFTING SUPPLIES AND EQUIPMENT;

(X) SPECIAL EFFECTS SUPPLIES AND EQUIPMENT;

~~(XI) HOTEL ROOMS AND LODGING;~~

~~(XII) MOTOR VEHICLES; AND~~

(XI) SHORT-TERM VEHICLE RENTALS; AND

~~(XII)~~ (XII) FABRICATION, PRINTING, OR PRODUCTION OF SCRIPTS, STORYBOARDS, COSTUMES, WARDROBES, PROPS, SCENERY, OR SPECIAL EFFECTS.

(B) THE SALES AND USE TAX DOES NOT APPLY TO A SALE OF TANGIBLE PERSONAL PROPERTY OR A TAXABLE SERVICE USED DIRECTLY IN CONNECTION WITH A FILM PRODUCTION ACTIVITY BY A FILM PRODUCER OR PRODUCTION COMPANY CERTIFIED BY THE DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT UNDER ARTICLE 83A, § 4-501 OF THE CODE.

**Article 83A - Department of Business and Economic Development**

**SUBTITLE 5. FILM PRODUCTION ACTIVITY TAX EXEMPTIONS.**

4-501.

(A) IT IS THE INTENT OF THE GENERAL ASSEMBLY THAT THE TAX EXEMPTION PROVIDED UNDER § 11-226 OF THE TAX - GENERAL ARTICLE IS FOR THE PURPOSE OF INCREASING THE FILM PRODUCTION ACTIVITY CARRIED OUT IN THE STATE,