

(b) Unless the payee specifically asks that income tax be withheld from [a sick pay or annuity payment] **AN ANNUITY, SICK PAY, OR RETIREMENT DISTRIBUTION**, income tax is not required to be withheld from that payment.

10-908.

(c) A payor shall withhold the amount [of sick pay or annuity] **FROM AN ANNUITY, SICK PAY, OR RETIREMENT DISTRIBUTION** that the payee requests.

(f) If a payment to a resident payee is a designated distribution that is an eligible rollover distribution within the meaning of § 3405(c) of the Internal Revenue Code and the payment is subject to mandatory withholding of federal income tax, the payor shall withhold from the payment the sum of 3% and the top marginal State income tax rate for individuals under § 10-105(a) of this title, applied to the payment.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2007.

Approved by the Governor, May 8, 2007.

CHAPTER 434

(House Bill 783)

AN ACT concerning

Workers' Compensation - Montgomery County Correctional Officers

MC 705-07

FOR the purpose of providing for enhanced workers' compensation benefits for certain Montgomery County correctional officers for a compensable permanent partial disability of less than a certain number of weeks; providing for the application of this Act; and generally relating to workers' compensation benefits for Montgomery County correctional officers ~~and deputy sheriff sergeants.~~

BY repealing and reenacting, with amendments,
Article - Labor and Employment
Section 9-628
Annotated Code of Maryland
(1999 Replacement Volume and 2006 Supplement)