

(a) Except as otherwise provided in this section, each individual, A PARTNERSHIP, or corporation required to file quarterly estimated income tax returns shall pay:

(1) at least 25% of the estimated income tax shown on the declaration or amended declaration for a taxable year:

(i) with the declaration or amended declaration that covers that year; and

(ii) with each quarterly return for that year; and

(2) any unpaid income tax for the year shown on the income tax return that covers that year, with the return.

10-905.

(c) "Payment subject to withholding" means:

(1) an annuity or sick pay payment described in § 3402(o) of the Internal Revenue Code;

(2) income that is subject to the income tax and is distributed by a fiduciary to a nonresident alien; AND

(3) [income that is attributable to business carried on in the State and is includable in a nonresident shareholder's distributive share derived from an S corporation; and

(4)] a payment of winnings derived from wagering in the State if the payment is subject to withholding under § 3402 of the Internal Revenue Code.

10-908.

(a) An employer shall withhold from the wages of an individual the amount indicated in the income tax withholding tables or income tax percentage withholding schedules that the Comptroller prepares.

(b) [(1)] A payor that is a fiduciary shall withhold from each distribution the amount indicated in the income tax withholding tables or income tax percentage withholding schedules that the Comptroller prepares.

[(2) A payor that is an S corporation shall withhold 5% of each nonresident shareholder's distributive share.]

(c) A payor shall withhold the amount of sick pay or annuity that the payee requests.

(d) A payor shall withhold from a payment subject to withholding of winnings derived from wagering:

(1) if the payee is a resident, 7.5% of the payment; and

(2) if the payee is a nonresident, 5% of the payment.