

13-602.

[(a)] A tax collector shall assess interest on unpaid tax from the due date to the date on which the tax is paid if a person who is required to estimate and pay financial institution franchise tax, PUBLIC SERVICE COMPANY FRANCHISE TAX, or income tax under [§ 8-209, § 10-815, or § 10-816] § 8-210(B), § 8-405(B), OR § 10-902 of this article:

- (1) fails to pay an installment when due; or
- (2) estimates a tax that is:
  - (i) less than 90% of the tax required to be shown on the return for the current taxable year; and
  - (ii) less than the tax paid for the prior taxable year.

[(b) The Department shall assess interest on the difference between 45% of the tax due for a year and the estimated tax paid from the date on which the estimated tax is due to the date the estimated tax is paid, if a person who is required to estimate and pay public service company franchise tax under § 8-404(b) of this article:

- (1) fails to pay the estimated tax when due; or
- (2) estimates a tax that is less than 90% of the tax required to be shown on the return for the current taxable year.]

13-702.

[(a)] A tax collector shall assess a penalty not exceeding 25% of the amount underestimated, if a person who is required to estimate and pay financial institution franchise tax, PUBLIC SERVICE COMPANY FRANCHISE TAX, or income tax under § 8-210(b), § 8-405(B), or § 10-902 of this article:

- (1) fails to pay an installment when due; or
- (2) estimates a tax that is:
  - (i) less than 90% of the tax required to be shown on the return for the current taxable year; and
  - (ii) less than the tax paid for the prior taxable year.

[(b) A tax collector shall assess a penalty not exceeding 25% of the amount underestimated, if a person who is required to estimate and pay public service company franchise tax under § 8-404(b) of this article:

- (1) fails to pay an installment when due; or
- (2) estimates a tax that is less than 90% of the tax required to be shown on the return for the current taxable year.]

SECTION 7. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows: