

(C) THE SALES AND USE TAX DOES NOT APPLY TO THE SALE OF AN OPTIONAL COMPUTER SOFTWARE MAINTENANCE CONTRACT IF THE BUYER DOES NOT HAVE A RIGHT, AS PART OF THE CONTRACT, TO RECEIVE AT NO ADDITIONAL COST SOFTWARE PRODUCTS THAT ARE SEPARATELY PRICED AND MARKETED BY THE VENDOR.

[(c)] (D) The sales and use tax does not apply to the use of a taxable service obtained by using a prepaid telephone calling arrangement.

Chapter 3 of the Acts of the 2007 Special Session

SECTION 13. AND BE IT FURTHER ENACTED, That Section 3 of this Act shall take effect July 1, 2008. [Section 3 shall remain effective for a period of 5 years and, at the end of June 30, 2013, with no further action required by the General Assembly, Section 3 of this Act shall be abrogated and of no further force and effect.]

SECTION 4. AND BE IT FURTHER ENACTED, That the Comptroller shall waive any interest or penalty imposed on an individual relating to payment of estimated income tax for calendar year 2008 to the extent that the Comptroller determines that the interest or penalty would not have been incurred but for an increase in the income tax rates for calendar year 2008 under Section 2 of this Act.

SECTION 5. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that, on or before July 1, 2008, the Governor shall present to the Board of Public Works a schedule for reduction of at least \$50,000,000 in ongoing general fund expenditures from the fiscal 2009 State budget in accordance with § 7-213 of the State Finance and Procurement Article.

SECTION 6. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall be applicable to all taxable years beginning after December 31, 2007.

SECTION ~~2~~ 7. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2008.

Approved by the Governor, April 8, 2008.

CHAPTER 11

(Senate Bill 7)

AN ACT concerning