

**MARYLAND**  
**Tax Expenditures Report**  
**Fiscal Year 2010**

Presented to the Governor and General Assembly  
by the Department of Budget and Management  
January 2010

**Martin O'Malley, Governor**  
**Anthony G. Brown, Lieutenant Governor**  
**T. Eloise Foster, Secretary**



**DEPARTMENT OF  
BUDGET & MANAGEMENT**

*MARTIN O'MALLEY*  
Governor

*ANTHONY G. BROWN*  
Lieutenant Governor

*T. ELOISE FOSTER*  
Secretary

January 21, 2010

The Honorable Martin O'Malley, Governor  
The Honorable Thomas V. Mike Miller, Jr., President of the Senate  
The Honorable Michael E. Busch, Speaker of the House of Delegates  
The Honorable Members of the General Assembly

Ladies and Gentlemen:

The Department of Budget and Management is required by law to prepare on a biennial basis a statement of the estimated amount by which exemptions from taxation reduce State revenues and revenues collected by local governments. These foregone revenues are often called "tax expenditures" since the same benefits could be distributed using budgeted expenditures instead of a tax provision. This report, which covers fiscal years 2007-2010, is intended to assist the Governor and General Assembly in their respective reviews of the advantages and drawbacks of the tax expenditures.

I wish to acknowledge the individuals in the various tax-collecting agencies that contributed data and estimates for this report. Without their hard work and careful analysis, this report would not be possible.

Sincerely,

David A. Treasure  
Director  
Office of Budget Analysis

cc: Secretary T. Eloise Foster

*~Office of Budget Analysis~*

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**Statistical Summary**  
**Tax Expenditures by Function**  
(millions of dollars)

	FY07	FY08	FY09	FY10
<b>I. Structural Tax Expenditures</b>				
Income Tax Personal Exemption	499.9	509.2	644.9	651.3
Income Tax Standard Deduction	117.4	118.3	119.2	120.2
<b>Total - Structural Tax Expenditures</b>	<b>617.3</b>	<b>627.5</b>	<b>764.1</b>	<b>771.5</b>
<b>II. Categorical Tax Expenditures</b>				
Agriculture	75.7	87.6	91.9	91.5
Business	221.2	219.1	223.3	229.8
Charity	282.1	295.4	295.2	295.2
Education	43.1	42.5	44.6	46.5
Elderly	235.8	238.6	241.0	243.4
Employment-related	29.8	31.4	35.8	37.4
Environment	14.5	17.1	16.8	16.5
Families	757.2	914.5	1,047.7	1,065.0
Fire and Rescue	4.0	4.3	4.4	4.4
Handicapped and Disabled	0.6	0.7	0.8	1.0
Housing	622.5	632.6	634.9	642.6
Interstate Commerce	15.6	17.7	16.9	15.8
Medical and Health	158.2	169.6	181.2	190.7
Poverty	174.7	160.5	193.8	195.9
Religious	27.8	31.4	33.5	34.5
Veterans and Military	16.8	13.1	14.9	15.3
Volunteer and Nonprofit	5.2	5.8	6.0	6.4
Miscellaneous	425.9	418.6	450.4	455.3
Various items not separable by category	106.5	121.7	125.3	131.6
<b>Total - Categorical Tax Expenditures</b>	<b>3,217.2</b>	<b>3,422.2</b>	<b>3,658.6</b>	<b>3,718.9</b>
<b>III. Incidental Tax Expenditures</b>				
Administrative	0.8	1.0	1.0	1.0
Double Taxation	1,349.3	1,440.0	1,191.7	1,261.2
Reciprocal Exemptions	281.2	280.9	285.2	286.3
Fuel for Non-transportation Uses	2.2	2.2	2.1	2.1
Governments	426.8	479.7	477.8	474.9
<b>Total - Incidental Tax Expenditures</b>	<b>2,060.2</b>	<b>2,203.8</b>	<b>1,957.9</b>	<b>2,025.5</b>

Note: Totals may not add due to rounding.

**Statistical Summary  
Tax Expenditures by Tax  
(millions of dollars)\***

	<b>FY07</b>	<b>FY08</b>	<b>FY09</b>	<b>FY10</b>
<b>Individual Income Tax</b>				
Elderly and Blind Exemptions	14.9	15.3	15.5	15.6
Itemized Deductions	871.4	887.6	895.8	911.3
Subtractions	334.0	334.8	344.1	351.2
Credits	215.8	205.0	237.7	240.6
<b>Subtotal Individual Income Tax</b>	<b>1,436.1</b>	<b>1,442.6</b>	<b>1,493.1</b>	<b>1,518.6</b>
Sales & Use Tax (excludes several categories listed on p. 87)	1,115.0	1,312.2	1,447.1	1,476.3
Insurance Premiums Tax	111.3	122.8	129.4	132.0
Corporation Income Tax** (excludes interest on U.S. obligations)	312.8	238.2	238.8	238.5
Motor Vehicle Titling Tax**(excludes vehicles for short-term rental)	3.8	38.0	60.9	60.6
Inheritance Taxes	40.9	41.4	42.8	45.5
Public Service Company Franchise Tax	10.9	11.0	6.4	7.0
Property Transfer Tax	25.0	20.8	13.2	10.1
State Property Tax	152.4	186.8	219.3	223.1
Motor Vehicle Fuel Tax**	1.0	1.0	0.0	0.0
Boat Titling Tax (excludes excise tax paid in other states)	3.2	2.6	2.6	2.6
Motor Vehicle Registration Fees **	4.6	4.7	4.7	4.5
Alcoholic Beverage Taxes	0.2	0.2	0.2	0.2
Tobacco Tax		No reliable estimate		
<b>Grand Total*</b>	<b>3,217.2</b>	<b>3,422.2</b>	<b>3,658.6</b>	<b>3,718.9</b>

\* Does not include structural tax expenditures (income tax regular personal exemptions and standard deduction) and incidental tax expenditures (for example, exemptions for governments). Sales, corporate, and titling tax items are adjusted to reflect new tax legislation affecting fiscal 2008-2010.

\*\* A portion of this foregone revenue is borne by local governments.

Note: Totals may not add due to rounding.

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## **Maryland's Tax Expenditure Reporting Law**

Section 7-118 of the State Finance and Procurement Article requires the Department of Budget and Management (DBM) to prepare in every other year a statement of the estimated amount by which exemptions from taxation reduce revenues. This requirement is the basis of Maryland's tax expenditure report.

### **Classes of Tax Expenditures**

For purposes of analysis, the report divides tax expenditures into three classes.

#### **“Structural” Tax Expenditures**

There are some items that are so inextricably a part of a tax structure that it is not reasonable to consider repealing them without other major adjustments in the tax law. The regular personal exemptions and the standard deduction of the personal income tax are in this class. Structural tax expenditures are also distinct from categorical tax expenditures (see next section) in that they are generally available to all rather than to selected groups of taxpayers.

#### **“Categorical” Tax Expenditures**

Most tax expenditures are classified as “categorical” expenditures. These are fairly narrow provisions that have an easily defined range of beneficiaries and a more or less discernable policy goal. In this report, these tax expenditures will be reported in two groupings. First, they will be grouped according to their primary beneficiary or purpose. Second, they will be reported again in order by tax.

#### **“Incidental” Tax Expenditures**

Some tax provisions are in the code to solve administrative problems or to avoid double-taxation. If the expenditure exists to avoid excessive administrative burdens, it is likely that repeal of the provision would add more to the cost of collecting the tax than it would generate in revenue.

### **Local Effects**

Special note should be made to the effect of state tax changes on local expenditures. The most important instance of this is the “piggyback income tax,” an income tax that provides income tax revenue to local governments in Maryland but that is tied to the state income tax base and collected with the state income tax.

This tax is a major source of local government revenue in Maryland. In general, any tax expenditure from the individual income tax reduces total local revenue, on average, by roughly 62 percent of the amount it reduces state revenue. Tax expenditures due to income tax credits, other than the non-refundable earned income tax credit, only affect state revenues.

## **Technical Notes**

Estimating tax expenditures is an inherently imprecise business. The estimator has to count dollars of revenue that are not collected. In some cases, such as tax expenditures that are delivered through refunds or credits, the revenue foregone can be measured with some precision. In other cases, the tax expenditure involves an activity that is exempt from both taxation and reporting requirements, and we must use outside sources of data to estimate the volume. For many provisions, there is simply no basis for a reliable estimate.

This section focuses on a number of the most important issues in tax expenditure estimating and discusses how they are handled in the report.

### **Measurement**

The estimates of tax expenditures in this report measure the difference between existing tax collections and what they would be without the tax expenditure. Thus, the cost to the state from each tax expenditure is estimated as the revenue that would be produced if the activity that is the subject of a special tax provision were taxed at the general rate.

### **Difficulty from Attempting to Sum the Various Estimates**

The revenue effect of repealing two or more tax expenditures at the same time may be more or less than the sum of the individual tax expenditure estimates. There are a variety of reasons for this.

There may be overlap between two tax expenditures. The income tax credit for earned income of individuals below the poverty level benefits many of those eligible for the earned income credit. If either one were repealed, the other provision would “catch” much of the income affected. If both were repealed, the revenue gain would be much larger than the sum of the two individual estimates.

In some cases, changing a tax expenditure from one tax will affect other tax revenues. For example, real estate taxes paid are an itemized deduction under the income tax. Eliminating a tax expenditure in the property tax would increase these deductions, and reduce income tax revenues. These interaction effects are not included in the estimates.

### **Data Sources**

Administering agencies are the principal source for estimates of tax expenditures from the tobacco and alcoholic beverage taxes, the property tax, motor-vehicle taxes and fees, the excise tax on vessels and the insurance premium tax. The Bureau of Revenue Estimates prepares tax expenditure estimates for the sales tax, the individual and corporation income taxes and the property transfer tax.

## **Notes on Particular Taxes**

### **Individual Income Tax**

The starting point for calculating the Maryland individual income tax is federal adjusted gross income (FAGI). Some provisions of the federal tax code make FAGI less than total “economic income” – the full value of all income received by the taxpayer. Examples include the exclusion from FAGI of public assistance benefits and employee fringe benefits.

The revenue foregone by the federal government as a result of these exclusions is counted as tax expenditures for *federal* purposes. The state component of such foregone revenue could be considered a state tax expenditure. However, this report does not include estimates of such tax expenditures.

There is a conceptual difficulty in separating the effect of the standard deduction from itemized deductions since for many taxpayers the standard deduction represents an alternative to itemized deductions. In this report, the standard deduction is considered a “structural” tax expenditure, while individual itemized deductions are considered “categorical” tax expenditures.

### **Sales Tax**

Maryland’s sales tax base includes all goods and a few enumerated services. Some goods are specifically exempt from the tax as are certain purchasers of these items, for example, governments, charitable organizations, etc. The list of tax expenditures enumerates these exemptions.

### **Corporate Income Tax**

The only tax expenditures from the corporate income tax reported here result from subtractions from income allowed in state law and the several state income tax credits. For the most part, data on individual subtractions from the corporation income tax are not available.

### **Property Tax**

Estimates of property tax expenditures include only the impact of exclusions on the state property tax. In general, exclusions from the state tax base are also exclusions from the local tax base, so the state tax expenditures are accompanied by local tax expenditures. The amount of the local tax expenditures depends on the tax rate set by each local government.

Property tax credits are not included in this report since funds required to pay those credits are appropriated through the regular budget process.

### **Admissions and Amusement Tax**

These tax expenditures affect only local revenues, and are adopted by local governments. For these reasons, admissions and amusement tax expenditures are not catalogued in this report.

**Detail of Tax Expenditures**

**By Function**

**Fiscal Years 2007 – 2010**

**I. Structural Tax Expenditures**

Income tax personal exemptions.  
Legal reference: Art. TG Sec. 10-211  
Local Effect: \$399.8M in FY09, \$403.8M in FY10

Individual income tax standard deduction  
Legal reference: Art. TG Sec. 10-217  
Local Effect: \$73.9M in FY09, \$74.5M in FY10

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Income tax personal exemptions.	499.9	509.2	644.9	651.3
Individual income tax standard deduction	117.4	118.3	119.2	120.2
	<hr/>	<hr/>	<hr/>	<hr/>
	617.3	627.5	764.1	771.5

**II. Categorical Tax Expenditures**

**1. Agriculture and Fisheries**

Corporate income tax subtraction for conservation tillage equipment

Legal reference: Art. TG Sec. 10-308

Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.

No reliable estimate

Corporate income tax subtraction for reforestation & timber stand improvement

Legal reference: Art. TG Sec. 10-308

Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.

No reliable estimate

Corporate income tax subtraction for manure spreading equipment

Legal reference: Art. TG Sec. 10-308

Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.

No reliable estimate

Corporate income tax credit for certified additional commercial fertilizer costs

Legal reference: Art. TG Sec. 10-704.

Note: No credits claimed to date. Program sunsets 1/01/09

0.0            0.0            0.0            0.0

Refund of aviation fuel tax used for agricultural purposes

Legal reference: Art. TG Sec. 13-901

No reliable estimate

Refund of fuel tax for fuel used for agricultural purposes

Legal reference: Art. TG Sec. 13-901

Note: Of this total, 30% would be distributed to local governments.

0.1            0.1            0.1            0.1

Personal income tax subtraction for conservation tillage equipment

Legal reference: Art. TG Sec. 10-208

No reliable estimate

Millions of Dollars

FY 07	FY08	FY 09	FY 10
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**1. Agriculture and Fisheries (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax subtraction for donated farm products Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Personal income tax subtraction for reforestation & timber stand improvement Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Personal income tax credit up to \$500 for the purchase of aquaculture oyster floats Legal reference: Art. TG Sec. 10-724	0.2	0.2	0.2	0.2
Exemption from the sales tax of sales for agricultural purposes & of agricultural products Legal reference: Art. TG Sec. 11-201	71.5	82.9	87.0	86.6
Exemption from the sales tax of sales of crabs & seafood for consumption off-premises Legal reference: Art. TG Sec. 11-206	1.8	2.0	2.1	2.1
Exemption from the sales tax of sales of seafood harvesting equipment Legal reference: Art. TG Sec. 11-218	2.1	2.4	2.5	2.5
Exemption from the sales tax of sales of multifuel pellet stoves designed to burn agricultural field corn Legal reference: Art. TG Sec. 11-226 Note: Expected to cost about \$25,000 annually.	No reliable estimate			
Exemption of farm equipment from vehicle title requirements Legal reference: Art. TR Sec. 13-102	No reliable estimate			
	75.7	87.6	91.9	91.5

2. Business	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
<p>Exclusion of the value of trade-ins from the boat tax  Legal reference: Art. NR Sec. 8-716</p>	3.2	2.6	2.6	2.6
<p>Corporate income tax subtraction for dividends for domestic corporations claiming foreign tax credits  Legal reference: Art. TG Sec. 10-307  Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.</p>	13.2	13.0	13.3	13.4
<p>Corporate income tax subtraction for dividends of domestic international sales corporation &amp; foreign subsidiary  Legal reference: Art. TG Sec. 10-307  Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.</p>	No reliable estimate			
<p>Corporate income tax subtraction for dividends from related foreign corporations  Legal reference: Art. TG Sec. 10-307  Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.</p>	58.6	35.0	35.9	36.0
<p>Corporate income tax subtraction for exempt-interest dividends paid by regulated investment companies  Legal reference: Art. TG Sec. 10-308  Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.</p>	No reliable estimate			
<p>Corporate income tax subtraction for wage expenses disallowed under federal targeted jobs credit  Legal reference: Art. TG Sec. 10-308.  Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.</p>	No reliable estimate			

**2. Business (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax gain/loss adjustment for utility company stranded costs Legal reference: Art. TG Sec. 10-309. Subtraction last claimed in TY03 at \$8.6 m. Note: CIT subtraction modifications are split 76%GF/24%SF in FY07 and FY08 and 73.6%GF/26.4%SF in FY09 and FY10.	0.0	0.0	0.0	0.0
Enterprise zone tax credit on corporate income tax Legal reference: Art. TG Sec. 10-702 Note: CIT subtraction modifications are split 76%GF/24%SF in FY07 and FY08 and 73.6%GF/26.4%SF in FY09 and FY10.	0.8	0.8	1.2	1.0
Corporate income tax credit for purchases of Maryland-mined coal Legal reference: Art. TG Sec. 10-704 Note: CIT subtraction modifications are split 76%GF/24%SF in FY07 and FY08 and 73.6%GF/26.4%SF in FY09 and FY10.	0.0	0.0	0.0	0.0
Corporate income tax credit for 60% of property tax paid by telecom businesses on operating property other than land Legal reference: Art. TG Sec. 10-708 Note: CIT subtraction modifications are split 76%GF/24%SF in FY07 and FY08 and 73.6%GF/26.4%SF in FY09 and FY10.	4.1	8.6	8.5	8.5
Corporate income tax credit for 60% of property tax paid by electric utilities on operating property other than land Legal reference: Art. TG Sec. 10-712	Repealed 6/01/2006			
Corporate income tax credit of 25% of wages paid to employees of multijurisdictional electric companies Legal reference: Art. TG Sec. 10-713	Repealed 1/01/2006			

**2. Business (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax credit for qualified R&D expenses Legal reference: Art. TG Sec. 10-721 Note: CIT subtraction modifications are split 76%GF/24%SF in FY07 and FY08 and 73.6%GF/26.4%SF in FY09 and FY10.	6.0	6.0	6.0	6.0
Corporate Income Tax Credit for Cellulosic Ethanol Technology R&D Legal reference: Art. TG Sec. 10-726 Note: Tax credits could be claimed beginning in tax year 2008	0.0	0.0	0.0	0.2
Corporate Income Tax Credit for Bio-heating oil for use in space or water heating Legal reference: Art. TG Sec 10-727 Note: Sunsets June 30, 2013. Effective July 1, 2008	0.0	0.0	0.1	0.3
Refund for aviation fuel dispensed to aircraft by an aircraft manufacturing company located in the State Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	0.1	0.1	0.1	0.1
Personal income tax subtraction for provision of targeted jobs Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Enterprise Zone tax credit on personal income taxes Legal reference: Art. TG Sec. 10-702	0.4	0.4	0.3	0.3
Personal income tax credit for cogenerators' purchase of MD-mined coal Legal reference: Art. TG Sec. 10-704 Note: All credits taken are by corporations.	0.0	0.0	0.0	0.0

**2. Business (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax credit for qualified R&D expenses Legal reference: Art. TG Sec. 10-721 Note: Maximum annual credit - \$6 million; virtually all is taken by corporations.	Negligible			
Personal Income Tax Credit for Cellulosic Ethanol Technology R&D Legal reference: Art. TG Sec. 10-726 Note: Tax credits could be claimed beginning in tax year 2008			0.0	0.0
Personal Income Tax Credit for Bio-heating oil for use in space or water heating Legal reference: Art. TG Sec 10-727 Note: Sunsets June 30, 2013. Effective July 1, 2008			0.0	0.0
One Maryland Economic Development tax credit against the Insurance premiums tax for certain economic development projects Legal reference : Art. Ins Sec.6-119	0.0	0.0	0.0	0.0
Exemption from the property tax of property used for heating, cooling, etc of State-owned/occupied property Legal reference: Art. TP Sec. 7-211 Note: No revenue loss; properties potentially affected are already tax-exempt.	No reliable estimate			
Exemption from the property tax of landing areas at privately owned, public use airports Legal reference: Art. TP Sec. 7-303 Note: Tax expenditure is under \$5k annually.	No reliable estimate			
Exemption from the public service company franchise tax of internet services Legal reference: Art. TG Sec. 8-401	No reliable estimate			
Public service company franchise tax credit for purchase of MD-mined coal Legal reference: Art. TG Sec. 8-406. 2009 HB 101 reduced the cap to \$4.5 Million for 2009-2012; \$6 Million 2013-2014; \$3 Million 2015-2020. Phased out 2021.	9.0	9.0	4.5	4.5

**2. Business (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Public service company franchise tax credit for sales to large industrial customers for production activity Legal reference: Art. TG Sec 8-417	1.7	1.7	1.6	2.1
Exemption from the sales tax for the "core value" of used truck parts exchanged for remanufactured parts Legal reference: Art. TG Sec. 11-101	0.1	0.1	0.1	0.1
Exemption from the sales tax of cylinder demurrage charges Legal reference: Art. TG Sec. 11-202	0.7	0.8	0.7	0.7
Exemption from the sales tax of sales to cemetery companies Legal reference: Art. TG Sec. 11-204	No reliable estimate			
Exemption from the sales tax of sales to credit unions Legal reference: Art. TG Sec. 11-204	0.3	0.3	0.3	0.3
Exemption from the sales tax of certain transfers of business property Legal reference: Art. TG Sec. 11-209	No reliable estimate			
Exemption from the sales tax of sales of tangible personal property used predominantly in a production activity Legal reference: Art. TG Sec. 11-210	80.2	93.0	98.1	103.5
Exemption from the sales tax of sales of certain bakery equipment Legal reference: Art. TG Sec. 11-210 Note: Probably under \$25,000 annually.	No reliable estimate			

**2. Business (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the sales tax of sales of certain telecommunications machinery & equipment to enable digital broadcasting Legal reference: Art. TG Sec. 11-210 Note: Expected to total \$1.7m over FY00-05; sunsets 1/1/08.	0.0	0.0	0.0	0.0
Exemption from the sales tax of sales of machinery & utilities used to produce bituminous concrete Legal reference: Art. TG Sec. 11-210	0.3	0.3	0.3	0.3
Exemption from the sales tax of sales of wood products & fuel for mining purposes Legal reference: Art. TG Sec. 11-212	No reliable estimate			
Exemption from the sales tax of sales of diesel fuel used in coal mine reclamation Legal reference: Art. TG Sec. 11-212 Note: Less than \$20,000 annually.	No reliable estimate			
Exemption from the sales tax of the use of nonresidential personal property Legal reference: Art. TG Sec. 11-214	No reliable estimate			
Exemption from the sales tax of sales of precious metal coins or bullion over \$1,000 Legal reference: Art. TG Sec. 11.214	0.7	0.9	0.9	0.9
Exemption from the sales tax for sales & printing of free newspapers Legal reference: Art. TG Sec. 11-215	2.8	3.2	3.3	3.4
Exemption from the sales tax for sales of out-of-state direct mail advertising materials Legal reference: Art. TG Sec. 11-215	3.3	3.7	3.9	4.0
Exemption from the sales tax of sales of photographic & artistic materials used in publication Legal reference: Art. TG Sec. 11-215	9.0	9.7	10.2	10.3

2. Business (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the sales tax of certain sales for research & development purposes Legal reference: Art. TG Sec. 11-217	18.6	20.9	21.9	22.1
Exemption from the sales tax of sales of fuel or repair parts for commercial vessels Legal reference: Art. TG Sec. 11-218	No reliable estimate			
Exemption from the sales tax of optional computer software maintenance contracts Legal reference: Art. TG Sec. 11-219	5.0	6.2	6.5	6.5
Exemption from the sales tax of sales of certain computer programs Legal reference: Art. TG Sec. 11-225	2.0	2.3	2.4	2.4
Exemption from the sales tax of sales of property or services used in film production activity Legal reference: Art. TG Sec. 11-227	1.1	0.5	0.4	0.4
Exemption from the sales tax of sales of power to operate equipment for producing snow for commercial purposes Legal reference: Art. TG Sec. 11-229 Note: Probably under \$10,000 annually	No reliable estimate			
Exemption from the titling tax for registered passenger buses Legal reference: Art. TR Sec. 13-810	No reliable estimate			
Exemption from the titling tax for registered truck tractors Legal reference: Art. TR Sec. 13-810	No reliable estimate			
Certain property taxes paid by a telecommunications business Note: No credits claimed to date and none expected in the out years. Legal reference: Art. TG. Sec. 10-708	0.0	0.0	0.0	0.0

**2. Business (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the transfer tax for corporate or partnership conveyances Legal reference: Art. TP Sec. 13-207				
				No reliable estimate
Exemption from the transfer tax for mergers, consolidations or transfers from partnership to a LLC Legal reference: Art. TP Sec. 13-207				
				No reliable estimate
Exemption from the transfer tax for transfers of corporate property between related corporations Legal reference: Art. TP Sec. 13-207				
				No reliable estimate
Exemption from the transfer tax for transfers upon conversion of joint venture or sole proprietorship to a LLC Legal reference: Art. TP Sec. 13-207				
				No reliable estimate
	221.2	219.1	223.3	229.8

3. Charity	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the boat tax of vessels purchased by charitable organizations Legal reference: Art. NR Sec. 8-716 Note: Estimated at less than \$30,000 annually.	Negligible			
Refund of the fuel tax to the Red Cross. Legal reference: Art. TG Sec. 13-901	No reliable estimate			
Personal income tax deduction for charitable contributions Legal reference: Art. TG Sec. 10-204 Note: Local effect is \$123.9 million in FY10	197.8	199.8	199.8	199.8
Exemption from the sales tax of sales to charitable organizations Legal reference: Art. TG Sec. 11-204	84.3	95.6	95.4	95.4
Exemption from registration fees for vehicles owned by the Red Cross Legal reference: Art. TR Sec. 13-903 Note: Misc and other registration fee exemptions estimated at \$0.3m in FY10; this item represents part of that total.	No reliable estimate			
Exemption from the titling tax of Red Cross Vehicles Legal reference: Art. TR Sec. 13-810	No reliable estimate			
	282.1	295.4	295.2	295.2

4. Education	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax credit for student work-based learning programs Legal reference: Art. TG Sec. 10-711 Note: Sunsets June 30, 2013; less than \$50,000 claimed annually.	Negligible			
Personal Income tax subtraction for amounts contributed to prepaid tuition plans Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Personal income tax subtraction for proceeds to a beneficiary from prepaid tuition plans. Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Personal income tax subtraction for contributions to investment accounts Note: Applies for the Maryland College Investment Plan and the Maryland Broker-Dealer College Investment Plan. May not exceed \$2,500 per beneficiary. Legal Reference: Art. TG Sec. 10-208			0.2	1.4
Personal income tax credit for student work-based learning programs. Legal reference: Art. TG Sec. 10-711 Note: Sunsets June 30, 2013; less than \$25,000 claimed annually.	Negligible			
Personal income tax credit for expenses incurred by classroom teachers for advanced education Legal reference: Art. TG Sec. 10-717	8.0	8.8	8.9	9.0
Insurance premiums tax credit for student work-based learning programs Legal reference: Art. INS Sec. 6-118 Note: Sunsets 6/3/13. Established in 1998.	No reliable estimate			

**4. Education (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the property tax of property for educational uses Legal reference: Art. TP Sec. 7-202 Note: Includes religious schools and colleges (\$1.5 million in FY08).	2.8	3.2	3.5	3.8
Public service company franchise tax credit for student work-based learning prog. Legal reference: Art. TG Sec. 8-415	No reliable estimate			
Exemption from the sales tax of certain fund raising sales to benefit school/students Legal reference: Art. TG Sec. 11-204	0.9	1.1	1.2	1.2
Exemption from the sales tax of sales to educational organizations Legal reference: Art. TG Sec. 11-204	9.4	10.6	11.1	11.2
Exemption from the sales tax of sales of food at Schools, Colleges & Universities Legal reference: Art. TG Sec. 11-206	16.5	18.8	19.8	19.9
Back to school clothing and footwear sales tax exemption. Note: A tax free holiday is scheduled for FY11. Legal reference: Art. TG Sec. 11-228	5.5	0.0	0.0	0.0
Exemption from the titling tax of buses used for public school transportation Legal reference: Art. TR Sec. 13-810	No reliable estimate			
Exemption from the titling tax of vehicles owned by private schools Legal reference: Art. TR Sec. 13-810	No reliable estimate			
	43.1	42.5	44.6	46.5

5. Elderly	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax subtraction for federally-taxed social security & railroad retirement benefits Legal reference: Art. TG Sec. 10-207 Note: Local effect is \$78.7 million in FY10.	123.2	124.4	125.7	126.9
Personal income tax pension exclusion. Legal reference: Art. TG Sec. 10-209 Note: Local effect is \$62.0 million in FY10.	97.1	98.1	99.1	100.0
Additional personal income tax exemptions for the blind and elderly Legal reference: Art. TG Sec. 10-211 Note: Local effect is \$9.7 million in FY10.	14.9	15.3	15.5	15.6
Exemption from the property tax of nonprofit housing for the elderly Legal reference: Art. TP Sec. 7-202	0.4	0.4	0.5	0.5
Exemption from property tax of continuing care facilities for the aged Legal reference: Art. TP Sec. 7-206	No reliable estimate			
Exemption from the sales tax of sales under \$500 to nonprofit senior citizens' orgs Legal reference: Art. TG Sec. 11-204	No reliable estimate			
Exemption from the sales tax of residential sales of electricity to a non-profit planned retirement community Legal reference: Art. TG Sec. 11-207	0.2	0.3	0.3	0.3
	235.8	238.6	241.0	243.4

6. Employment-related	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax credit for businesses that create new jobs Legal reference: Art. TG Sec. 10-704	2.0	2.0	2.0	2.0
Corporate income tax credit for job creation Legal reference: Art. TG Sec. 10-704 Note: CIT subtraction modifications are split 76%GF/24%SF in FY07 and FY08 and 73.6%GF/26.4%SF in FY09 and FY10.	1.0	1.0	1.5	1.3
Corporate income tax credit for employing qualified ex-felons Legal reference: Art. TG Sec. 10-704 Note: Effective for individuals hired between 1/1/02-12/31/11; less than \$2,000 annually claimed to date.	Negligible			
Corporate income tax credit for ONE Maryland project/startup costs Legal reference: Art. TG Sec. 10-714	4.1	4.2	4.2	4.3
Personal income tax subtraction for pickup contributions for pension & retirement systems Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Personal income tax subtraction for employment-related household & dependent care Legal reference: Art. TG Sec. 10-208 Note: Local effect is \$17.5 million in FY10.	20.7	21.8	26.4	28.3
Personal income tax credit for job creation. Legal reference: Art. TG Sec. 10-704	0.1	0.1	0.2	0.1

**6. Employment-related (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax credit for businesses that create new jobs Legal reference: Art. TG Sec. 10-704 Note: Less than \$20,000 annually claimed to date.	Negligible			
Personal income tax credit for employing qualified ex-felons Legal reference: Art. TG Sec. 10-704 Note: Effective for individuals hired between 1/1/02-12/31/11; less than \$8,000 claimed to date. 2006 HB 1391 effective in FY07. Sunsets 12/31/2011	0.4	0.6	0.3	0.3
Insurance premiums tax credit for job creation. Legal reference: Art. INS Sec. 6-114	0.7	0.8	0.6	0.6
Insurance premiums tax credit for businesses that create new jobs Legal reference: Art. INS Sec. 6-116	No reliable estimate			
Public service company franchise tax credit for job creation Legal reference: Art. TG Sec. 8-411	No reliable estimate			
Individual income tax - costs associated with One Maryland economic development projects Legal reference: Art. TG Sec. 10-711	0.8	0.9	0.5	0.5
	29.8	31.4	35.8	37.4

7. Environment	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax credit for employer-provided commuter benefits Legal reference: Art. TG Sec. 10-715 Note: CIT subtraction modifications are split 76%GF/24%SF in FY07 and FY08 and 73.6%GF/26.4%SF in FY09 and FY10.	0.7	0.7	0.7	0.7
Corporate income tax credit for costs of solar water heating or photovoltaic property placed in service Legal reference: Art. TG Sec. 10-719 Note: Converted to a budgeted grant program effective 1/1/05	0.0	0.1	0.1	0.1
Corporate income tax credit for "green buildings" construction & rehabilitation costs Legal reference: Art. TG Sec. 10-722	0.0	0.0	0.0	0.0
One cent/gal reduction in fuel tax for clean-burning fuels Legal reference: Art. TG Sec. 9-305	No reliable estimate			
Personal income tax subtraction for grants under the Solar Energy Grant Program Legal reference: Art. TG Sec. 10-207 Note: HB 590 (2007)	0.4	0.6	2.0	1.5
Personal income tax subtraction for cost of manure spreading equipment Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Personal income tax subtraction for certain sewage disposal systems. See 2009 SB554. Fiscal effect starts in FY11. Legal reference: Art. TG Sec. 10-208				
Personal income tax credit for certified additional commercial fertilizer costs Legal reference: Art. TG Sec. 10-704 Note: No credits claimed to date.	0.0	0.0	0.0	0.0

7. Environment (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax credit for employer-provided commuter benefits Legal reference: Art. TG Sec. 10-715	0.1	0.2	0.2	0.2
Personal income tax credit for "green buildings" construction & rehabilitation costs Legal reference: Art. TG Sec. 10-722	6.5	6.6	6.6	6.7
Individual costs of solar water heating or photovoltaic property placed in service Legal reference: Art. TG Sec. 10-719	0.0	0.0	0.0	0.0
Corporate credit for electricity produced from certain qualified energy resources Note: Reauthorized in 2006 to award a total of \$25 million until 12-31-2010. Legal reference: Art. TG Sec 10-719	0.0	1.1	0.1	0.1
Corporate bio technology investment tax credit Note: Cost depends on amount budgeted. \$6 million budgeted for FY2007 to 2010 Legal reference: Art. TG Sec. 10-707	4.4	4.4	4.4	4.4
Personal income tax credit for easements conveyed to the MD Environmental Trust or MD Agricultural Land Preservation Foundation. Legal reference: Art. TG Sec. 10-723	0.8	0.9	1.0	1.0
Individual bio technology investment tax credit Note: Cost depends on amount budgeted. \$6 million budgeted for FY2007 to 2010 Legal reference: Art. TG Sec 10-707	1.6	1.6	1.6	1.6
Individual income tax credits for electricity produced from qualified energy resources Legal reference: Art. TG Sec. 10-720	0.0	1.0	0.0	0.0

**7. Environment (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Insurance premiums tax credit for employer-provided commuter benefits Legal reference: Art. INS Sec. 6-120. \$50,000 to \$60,000 per year in tax credits.	No reliable estimate			
Exemption from the sales tax of sales of certain energy-efficient appliances Legal reference: Art. TG Sec. 11-226	No reliable estimate			
Exemption from the sales tax of geothermal, wind or solar energy equipment Note: Effective July 1, 2008 Legal reference: Art. TG Sec. 11-230			0.1	0.2
Exemption from the property tax of residential Wind Energy Equipment and Solar Energy Property Legal reference: Art. TP Sec. 7-242	No reliable estimate			
	14.5	17.1	16.8	16.5

**8. Families**

Millions of Dollars  
 FY 07      FY08      FY 09      FY 10

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Exemption from the alcoholic beverage excise tax for family produced wine for personal use or entry into an exhibition  
 Legal reference: Art. TG Sec. 5-104

No reliable estimate

Exemption from the inheritance tax for small estates.  
 Legal reference: Art. TG Sec. 7-203

No reliable estimate

Exemption from the inheritance tax of death benefits payable to a trust  
 Legal reference: Art. TG Sec. 7-203

No reliable estimate

Exemption from the inheritance tax of \$500 for grave maintenance  
 Legal reference: Art. TG Sec. 7-203

No reliable estimate

Exemption from the inheritance tax of life insurance benefits  
 Legal reference: Art. TG Sec. 7-203

No reliable estimate

Exemption from the inheritance tax of property passed to lineal beneficiaries or siblings  
 Legal reference: Art. TG Sec. 7-203

40.9      41.4      42.8      44.5

Exemption from the inheritance tax of property passed to domestic partners  
 Legal reference: Art. TG Sec. 7-203

1.0

Exemption from the inheritance tax for family farms qualifying as farmland  
 Legal reference: Art. TG Sec. 7-211

No reliable estimate

8. Families (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax subtraction for two-income married couples Legal reference: Art. TG Sec. 10-207 Note: Local effect is \$23.6 million in FY10.	38.7	39.0	37.4	38.0
Personal income tax credit for child and dependent care expenses Legal reference: Art. TG Sec. 10-716	7.1	7.4	7.5	7.5
Certain gross income of child included in parents income Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Homestead property tax credit for properties with assessment increases over 10% Legal reference: Art. TP Sec. 9-105 Note: Local governments will forego approximately 16 times the State tax credit under this program. See modifications from 2006 SB382 effective 6-01-06, 2007 HB436 effective 1-01-08, and 2007 HB1386 which expands the credit to include agricultural ownership entities.	38.1	65.2	86.8	78.9
Homeowners' property tax credit Legal reference: Art. TP Sec. 9-104; Art. TG Sec. TP Sec. 9-102	45.6	45.2	50.3	53.4
Renters property tax relief Legal reference: Art. TP Sec. 9-104; Art. TG Sec. TP Sec. 9-102	2.5	2.5	2.2	2.3

**8. Families (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the sales tax for food consumed off premises Legal reference: Art. TG Sec. 11-206	435.0	500.7	556.9	562.5
Exemption from the sales tax of fuel rate adjustment charges on sales of electricity, etc. used in the common areas of residential condominiums Legal reference: Art. TG Sec. 11-207	0.5	0.6	0.6	0.6
Exemption from the sales tax of sales of fuel electricity, steam, natural or artificial gas, etc. for residential use Legal reference: Art. TG Sec. 11-207	148.8	212.5	263.1	276.2
Exemption from the transfer tax for transfers between spouses, former spouses or relatives Legal reference: Art. TP Sec. 13-207	No reliable estimate			
	757.2	914.5	1,047.7	1,065.0

9. Fire and Rescue	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Refund of fuel tax for fuel used in fire and rescue vehicles Legal reference: Art. TG Sec. 13-901	0.1	0.1	0.1	0.1
Personal income tax subtraction for income from fire & ambulance length-of-service awards Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Personal income tax subtraction for qualifying volunteer emergency service personnel Legal reference: Art. TG Sec. 10-208. Note: Local impact \$1.2m in FY10.	1.9	2.0	2.0	2.0
Exemption from the property tax of volunteer fire companies Legal reference: Art. TP Sec. 7-209	0.3	0.4	0.4	0.4
Exemption from the sales tax of sales to fire, rescue & ambulance companies Legal reference: Art. TG Sec. 11-204	1.3	1.4	1.5	1.5
Exemption from the sales tax of sales of food to support fire, rescue & ambulance companies Legal reference: Art. TG Sec. 11-206	0.1	0.1	0.1	0.1
Exemption of fire and rescue vehicles from vehicle registration fees Legal reference: Art. TR Sec. 13-903 Note: Split 70%SF(MDOT)/30% local governments.	0.3	0.3	0.3	0.3

**9. Fire and Rescue (Continued)**

Millions of Dollars  
FY 07      FY08      FY 09      FY 10

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Exemption of fire buff canteen wagons from vehicle registration fees  
Legal reference: Art. TR Sec. 13-903  
Note: Miscellaneous & other registration fees estimated at \$0.3 million in FY10; this item represents part of that total.

No reliable estimate

Exemption from the titling tax of fire engines & fire department apparatus  
Legal reference: Art. TR Sec. 13-810

No reliable estimate

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4.0              4.3              4.4              4.4

10. Handicapped and Disabled	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax credit for hiring disabled persons Legal reference: Art. TG Sec. 10-704 Note: Extended by 2007 SB 1033. Sunsets June 30, 2010.	0.3	0.4	0.5	0.6
Personal income tax subtraction for disability payments to police & firefighters Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Personal income tax subtraction for adoption expenses of special-needs children Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Personal income tax subtraction for expenses of providing human or mechanical readers for blind individuals Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Personal income tax credit for hiring disabled persons. Legal reference: Art. TG Sec. 10-704 Note: Less than \$10,000 claimed annually.	Negligible			
Insurance premiums tax credit for hiring disabled persons Legal reference: Art. INS Sec. 6-115	Negligible			
Exclusion of \$6,000 assessed value from the property tax for the blind and surviving spouses Legal reference: Art. TP Sec. 7-207 Note: Tax expenditure is under \$30,000 annually.	0.0	0.0	0.0	0.0
Public service company franchise tax credit for telephone lifeline service Legal reference: Art. TG Sec. 8-407	0.3	0.3	0.3	0.4

**10. Handicapped and Disabled (Continued)**

Millions of Dollars  
FY 07      FY08      FY 09      FY 10

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Public service company franchise tax credit for hiring disabled persons  
Legal reference: Art. TG Sec. 8-413

No reliable estimate

Exemption from the titling tax of buses for transporting the handicapped  
Legal reference: Art. TR Sec. 13-810

No reliable estimate

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0.6      0.7      0.8      1.0

11. Housing	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax deduction for home mortgage interest Legal reference: Art. TG Sec. 10-204 Note: Local effect is \$293.3 million in FY10.	468.4	473.1	473.1	473.1
Personal income tax deduction for real estate taxes Legal reference: Art. TG Sec. 10-204 Note: Local effect is \$95.4 million in FY10.	124.8	133.7	143.3	153.9
Personal income tax credit for property tax paid on owner-occupied residences in specified neighborhoods Legal reference: Art. TG Sec. 10-707	0.2	0.2	0.2	0.2
Exemption of Housing Authorities from the property tax Legal reference: Art. TP Sec. 7-215	1.4	1.6	1.8	2.0
Sales tax exclusion of 40% of the purchase price for retail sales of new mobile homes Legal reference: Art. TG Sec. 11-104	1.5	1.8	1.8	1.9
Exemption from the sales tax of sales of used mobile homes Legal reference: Art. TG Sec. 11-213	1.2	1.4	1.5	1.5
Property transfer tax rate halved for first time Maryland homebuyers Legal reference: Art. TP Sec. 13-203	25.0	20.8	13.2	10.1
Exemption from the transfer tax for cooperative housing corporations Legal reference: Art. TP Sec. 13-207	No reliable estimate			
	622.5	632.6	634.9	642.6

**12. Interstate Commerce**

Millions of Dollars

	FY 07	FY08	FY 09	FY 10
Excise tax exemption for alcoholic beverages sold or delivered in the course of interstate commerce Legal reference: Art. TG Sec. 5-104		No reliable estimate		
Exemption from the sales tax of sales of food on vehicles engaged in interstate commerce Legal reference: Art. TG Sec. 11-206 Note: It is the opinion of the Comptroller's Office that such sales would be exempt under the US Constitution.		No reliable estimate		
Exemption from the sales tax of sales of film or tape used in television broadcasting Legal reference: Art. TG Sec. 11-208 Note: One taxpayer involved.	0.5	0.6	0.5	0.5
Exemption from the sales tax of sales of marine equipment or machinery for ocean going vessels Legal reference: Art. TG Sec. 11-208	0.7	0.9	0.8	0.8
Exemption from the sales tax of sales of vehicles used in interstate commerce Legal reference: Art. TG Sec. 11-208	14.4	16.3	15.5	14.5
	15.6	17.7	16.9	15.8

### 13. Medical and Health

Millions of Dollars

	FY 07	FY08	FY 09	FY 10
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Exemption from the excise tax for wine or spirits bought by a hospital for medicinal purposes  
 Legal reference: Art. TG Sec. 5-104  
 Note: Expenditures for alcohol purchased under non-beverage permit is \$0.1 million annually; the tax on this item is part of that total.

No reliable estimate

Corporate income tax credit for employer-paid long-term care insurance premiums  
 Legal reference: Art. TG Sec. 10-710  
 Note: Less than \$6,000 annually claimed to date.

Negligible

Personal income tax deduction for medical expenses  
 Legal reference: Art. TG Sec. 10-204  
 Note: Local effect is \$27.0 million in FY10.

	38.2	38.5	40.0	43.5
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Personal income tax credit for employer-paid long-term care insurance premiums  
 Legal reference: Art. TG Sec. 10-710  
 Note: Less than \$7,000 claimed in TY2007 and \$8,000 claimed in TY2008.

Negligible

Personal income tax credit for eligible long-term care premiums  
 Legal reference: Art. TG Sec. 10-718

	3.5	3.5	3.6	3.6
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Exemption of nonprofit health service plans from the insurance premiums tax  
 Legal reference: Art. INS Sec. 6-101

	24.7	26.4	24.2	24.7
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Exemption of premiums for health maintenance organizations from the insurance premiums tax  
 Legal reference: Art. INS Sec. 6-101

	0.9	1.0	0.9	0.9
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Insurance premiums tax credit for employer-paid long-term care insurance premiums  
 Legal reference: Art. INS Sec. 6-117

No reliable estimate

**13. Medical and Health (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Income tax subtraction modification for the cost of installing handrails in certain medical facilities. Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Exemption of nonprofit hospitals and health facilities from the property tax Legal reference: Art. TP Sec. 7-202 Note: Includes religious hospitals (\$639k in FY07).	3.4	3.8	4.2	4.7
Public service company franchise tax credit for employer-paid long-term care insurance premiums Legal reference: Art. TG Sec. 8-415	No reliable estimate			
Exemption from the sales tax of sales of medicine, medical supplies & health aids Legal reference: Art. TG Sec. 11-211	87.4	96.4	108.3	113.3
Exemption from the titling tax for hearing & vision screening vehicles Legal reference: Art. TR Sec. 13-810	No reliable estimate			
	158.2	169.6	181.2	190.7

14. Poverty	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax credit for wages/child care for hiring qualified employees Legal reference: Art. TG Sec. 10-704	0.1	0.0	0.1	0.1
Non-Refundable Earned Income Tax Credit	73.8	75.7	64.9	65.6
Refundable Earned Income Tax Credit Legal reference: Art. TG Sec. 10-704	97.7	81.4	125.1	126.4
Personal income tax credit for hiring qualified low income employees Legal reference: Art. TG Sec. 10-704	0.1	0.1	0.2	0.2
Personal income tax credit for persons with below poverty level incomes Legal reference: Art. TG Sec. 10-709 Note: Local credit is \$2.3 million in FY10.	3.1	3.3	3.5	3.7
Insurance premiums tax credit for hiring qualified low income employees Legal reference: Art. INS Sec. 6-105	No reliable estimate			
Public service company franchise tax credit for hiring qualified low income employees Legal reference: Art. TG Sec. 8-410	Repealed			
	174.7	160.5	193.8	195.9

**15. Religious**

Millions of Dollars

FY 07      FY08      FY 09      FY 10

Exemption from the excise tax for wine bought by a religious organization for sacramental purposes

Legal reference: Art. TG Sec. 5-104

No reliable estimate

Exemption of religious organizations from the property tax

Legal reference: Art. TP Sec. 7-204

6.7      7.6      8.6      9.3

Note: Not including religious schools & colleges (\$1.1m in FY07) and camps (\$87k).

Exemption from the sales tax of sales by religious organizations

Legal reference: Art. TG Sec. 11-204

3.8      4.3      4.5      4.5

Exemption from the sales tax of sales to religious organizations

Legal reference: Art. TG Sec. 11-204

11.6      13.1      13.7      13.9

Exemption from the sales tax of sales of food by religious organizations

Legal reference: Art. TG Sec. 11-206

5.7      6.4      6.7      6.8

Exemption from registration fees for school vehicles owned by religious organizations

Legal reference: Art. TR Sec. 13-903

Note: Misc and other registration fee exemptions estimated at \$0.3m in FY10; this item represents part of that total.

No reliable estimate

Exemption from the titling tax for school vehicles owned by religious organizations

Legal reference: Art. TR Sec. 13-810

No reliable estimate

27.8      31.4      33.5      34.5

**16. Veterans and Military**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax subtraction for certain military retirement income Legal reference: Art. TG Sec. 10-207. 2006 SB22 and 2007 HB392.	14.3	10.3	11.8	12.0
Personal income tax subtraction for overseas military pay Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Abatement of income tax for US military & civilian employees killed as a result of combat or terrorism Legal reference: Art. TG Sec. 13-908 Note: Local loss is 62% of the state loss.	Negligible			
Exemption of disabled veterans and surviving spouses from the property tax Legal reference: Art. TP Sec. 7-208. 2006 HB114 effective FY07	1.0	1.2	1.4	1.6
Exemption from the sales tax of sales of food to support veterans' organizations Legal reference: Art. TG Sec. 11-206	1.4	1.5	1.6	1.6
Exemption from registration fees for Civil Air Patrol vehicles Legal reference: Art. TR Sec. 13-903	No reliable estimate			
Exemption from the sales tax for sales to veterans associations. Extended by SB44 (2009) to June 30, 2012. Legal reference: Art. TG Sec. 11-204	0.1	0.1	0.1	0.1

Note:

**16. Veterans and Military (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from registration fee for vehicles owned by veterans' organizations Legal reference: Art. TR Sec. 13-903 Note: Misc and other registration fee exemptions estimated at \$0.3m in FY10; this item represents part of that total.				No reliable estimate
Exemption from registration fees for vehicles owned by disabled veterans Legal reference: Art. TR Sec. 13-903 Note: Under \$50,000 annually; split 70% SF(MDOT)/30% local governments.				Negligible
Exemption from registration fees for the American Legion's "40-8 box car" Legal reference: Art. TR Sec. 13-903 Note: Misc and other registration fee exemptions total \$0.3m in FY10; this item represents part of that total.				No reliable estimate
Exemption from the titling tax of Civil Air Patrol vehicles Legal reference: Art. TR Sec. 13-810 Note: Misc and other registration fee exemptions estimated at \$0.3m in FY10; this item represents part of that total.				No reliable estimate
Exemption from the titling tax of vehicles owned by veterans' organizations Legal reference: Art. TR Sec. 13-810				No reliable estimate
Exemption from the tobacco tax of cigarettes for sale at post exchanges and commissaries Legal reference: Art. TG Sec. 12-104				No reliable estimate
Exemption from the tobacco tax of other tobacco products for sale at post exchanges and commissaries Legal reference: Art. TG Sec. 12-104				No reliable estimate
	16.8	13.1	14.9	15.3

**17. Volunteer and Nonprofit**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Corporate income tax credit for donations to the community investment program Legal reference: Art. TG Sec. 10-704	0.3	0.4	0.3	0.3
Refund of fuel tax to state-funded nonprofit transit systems for the elderly, disabled or poor Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	0.6	0.6	0.6	0.6
Exemption from the inheritance tax for property that passes to qualified nonprofit organizations Legal reference: Art. TG Sec. 7-203	No reliable Estimate			
Financial institution franchise tax credit for donations to nonprofit neighborhood revitalization projects Legal reference: Art. TG Sec. 8-214	No reliable estimate			
Exemption of fraternal beneficiary corporations from the insurance premiums tax Legal reference: Art. INS Sec. 6-101	1.3	1.4	1.5	1.5
Insurance premiums tax credit for donations to nonprofit neighborhood revitalization projects Legal reference: Art. INS Sec. 6-105	No reliable estimate			
Exemption of nonprofit cemetery & mausoleum property from the property tax Legal reference: Art. TP Sec. 7-201 Note: Includes religious cemeteries (\$79k in FY07).	0.1	0.1	0.2	0.2

**17. Volunteer and Nonprofit (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption of lodges, trade & civic associations, clubs & other nonprofit organizations from the property tax Legal reference: Art. TP Sec. 7-202 Note: Includes charitable organizations, church societies & clubs.	1.5	1.7	1.8	2.0
Exemption of youth camps from the property tax Legal reference: Art. TP Sec. 7-202 Note: Additional legal references: TP 7-212, 7-233; includes church camps (\$87k in FY07).	0.8	0.9	1.0	1.1
Exemption of the Chesapeake Bay Foundation from the property tax Legal reference: Art. TP Sec. 7-203 Note: Estimated cost is about 40k in FY07-FY09 and 30k in FY10.	Negligible			
Exemption of community water systems from the property tax Legal reference: Art. TP Sec. 7-205	No reliable estimate			
Exemption of historical societies and war memorials from the property tax Legal reference: Art. TP Sec. 7-214	0.2	0.2	0.2	0.3
Exemption of veterans' organizations from the property tax Legal reference: Art. TP Sec. 7-234	0.1	0.1	0.1	0.1
Public service company franchise tax credit for donations to nonprofit neighborhood revitalization projects Legal reference: Art. TG Sec. 8-412	No reliable estimate			

**17. Volunteer and Nonprofit (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Individual income tax subtraction for unreimbursed mileage of certain volunteers Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Exemption from the sales tax for food delivered for immediate consumption by a nonprofit vendor Legal reference: Art. TG Sec. 11-206	0.3	0.3	0.3	0.3
	5.2	5.8	6.0	6.4

18. Miscellaneous	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the excise tax of alcoholic beverages under a non-beverage permit Legal reference: Art. TG Sec. 5-104	0.1	0.1	0.1	0.1
Corporate income tax subtraction for profit on sale of MD state or local bonds Legal reference: Art. TG Sec. 10-307 Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.	No reliable estimate			
Corporate income tax subtraction for state tax-exempt interest from mutual funds Legal reference: Art. TG Sec. 10-307 Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.	No reliable estimate			
Corporate income tax subtraction for income from state relocation assistance Legal reference: Art. TG Sec. 10-307 Note: Miscellaneous CIT subtraction modifications are \$129.6 million in FY10. Split 73.6%GF/26.4%SF.	No reliable estimate			
'Delaware Holding Company' (DHL) subtraction Legal reference: Art. TG Sec. 10-308.	39.1	20.0	20.6	24.7
Various corporate income tax subtractions, not separately estimated Legal reference: Art. TG Sec. 10-307,308.	167.6	125.9	129.3	129.6
Corporate income tax credit for rehabilitating historic/heritage structures Legal reference: Art. TG Sec. 10-704 Note: all commercial projects limited to \$30.0 million in FY07. Note: Includes \$7.6 million claimed by nonprofits for FY08.	10.5	14.7	10.0	5.0
Exemption from the fuel tax for diesel fuel used in vessels Legal reference: Art. TG Sec. 9-303	0.1	0.1	0.1	0.1

18. Miscellaneous (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the inheritance tax of income accrued on probate assets Legal reference: Art. TG Sec. 7-203	No reliable estimate			
Exemption from the inheritance tax of recovered Holocaust assets Legal reference: Art. TG Sec. 7-203	No reliable estimate			
Various personal income tax deductions, not otherwise classified Legal reference: Art. TG Sec. 10-204 Note: Local effect is \$25.4 million in FY10.	42.2	42.5	39.6	41.0
Personal income tax subtraction for income from state relocation assistance Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Personal income tax subtraction for income related to recovered Holocaust assets Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Personal income tax subtraction for artwork donated by professional artists Legal reference: Art. TG Sec. 10-208	No reliable estimate			
Personal income tax credit for rehabilitating historic/heritage structures Legal reference: Art. TG Sec. 10-704 Note: all commercial projects limited to \$30m in 2007, then converted to a grant program; each noncommercial project limited to \$50k.	10.9	11.6	12.3	13.0
Various personal income tax subtraction modifications, not otherwise classified Legal reference: Art. TG Sec. 10-207,208 HB 994 effective FY08. Note: Local effect is \$25.4 million in FY10.	37.7	38.6	39.6	41.0
Exemption of annuities from the insurance premiums tax Legal reference: Art. INS Sec. 6-103	82.1	89.2	100.0	102.0

18. Miscellaneous (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Insurance premiums tax credit for rehabilitating historic/heritage structures Legal reference: Art. INS Sec. 6-105	1.7	4.0	2.2	2.2
Income tax credit for contributions for neighborhood/community assistance Legal reference: Art. TG Sec. 10-704	0.5	0.5	0.5	0.5
Miscellaneous property tax exemptions. Legal reference: Art. TP Sec. 7-299 Note: Includes property of foreign governments, fairgrounds, solar energy devices, etc.	0.3	0.3	0.4	0.4
Public service company franchise tax credit for rehabilitating historic/heritage structures Legal reference: Art. TG Sec. 8-406	No reliable estimate			
Exemption from the sales tax of sales by State mental hospital gift shops Legal reference: Art. TG Sec. 11-204 Note: There are no gift shops in these institutions.	Negligible			
Exemption from the sales tax of sales by hospital thrift shops Legal reference: Art. TG Sec. 11-204	0.1	0.1	0.1	0.1
Exemption from the sales tax of sales from facilities operated under MD Vending Program for the Blind on military bases Legal reference: Art. TG Sec. 11-204 Note: Expected revenue cost is under \$15,000 annually.	Negligible			
Exemption from the sales tax of sales of US, Maryland & POW/MIA flags Legal reference: Art. TG Sec. 11-205	No reliable estimate			

18. Miscellaneous (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Misc. exemptions from motor vehicle registration fees Legal reference: Art. TG Sec. 13-903	0.3	0.3	0.3	0.3
Exemption from the sales tax of sales of certain "healthy" foods sold through vending machines Legal reference: Art. TG Sec. 11-206	0.4	0.4	0.5	0.5
Exemption from the sales tax of sales of water through pipes Legal reference: Art. TG Sec. 11-224	28.5	32.3	34.0	34.3
Credit of vehicle titling tax for out-of-state sales or excise tax paid by persons moving to Maryland Legal reference: Art. TR Sec. 13-809	3.8	4.2	4.4	4.6
Excluding the value of trade-ins Legal reference: Art. TR Sec. 13-810	0.0	33.8	56.5	56.0
Exemption from the transfer tax for judgments, orders of satisfaction or participation agreements Legal reference: Art. TP Sec. 13-207	No reliable estimate			
Exemption from transfer tax for land installment contracts, options to purchase real property, or short term leases Legal reference: Art. TP Sec. 13-207	No reliable estimate			
Estate tax exclusion - conservation easements Legal reference: Art. TG Sec. 7-203	No reliable estimate			
	425.9	418.6	450.4	455.3

**III. Incidental Tax Expenditures**

**1. Administrative Exemptions**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the alcoholic beverages excise tax for small quantities brought into the state for personal use Legal reference: Art. TG Sec. 5-104	No reliable estimate			
Exemption from the inheritance tax for bequests under \$1,000 Legal reference: Art. TG Sec. 7-203	No reliable estimate			
Exemption from the sales tax of sales of merchandise sold for less than \$0.25, (then \$0.75 per HB951 for FY07 on) through bulk vending machines Legal reference: Art. TG Sec. 11-201	0.8	1.0	1.0	1.0
Exemption from the sales tax of casual and isolated sales Legal reference: Art. TG Sec. 11-209	No reliable estimate			
Exemption from the tobacco tax for cigarettes brought into the state in small quantities Legal reference: Art. TG Sec. 12-104	No reliable estimate			
Exemption from the tobacco tax for other tobacco products brought into the state in small quantities Legal reference: Art. TG Sec. 12-104	No reliable estimate			
	0.8	1.0	1.0	1.0

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
<b>2. Double Taxation</b>  Corporate income tax subtraction for gross receipts subject to the public service company franchise tax Legal reference: Art. TG Sec. 10-307				
				No reliable estimate
Personal income tax subtraction for Keogh Plan withdrawals taxed at time of deposit Legal reference: Art. TG Sec. 10-207				No reliable estimate
Personal income tax subtraction for distributions of income when tax was paid by a fiduciary Legal reference: Art. TG Sec. 10-207				No reliable estimate
Personal income tax credit for tax paid to another state for earlier taxable year on certain installment sales Legal reference: Art. TG Sec. 10-703				No reliable estimate
Exemption from the sales tax of separately-stated sales subject to the admissions & amusement tax Legal reference: Art. TG Sec.11-101	0.2	0.2	0.2	0.2
Exemption from the sales tax for expense reimbursement while providing taxable detective services Legal reference: Art. TG Sec. 11-101	0.2	0.2	0.2	0.2
Exemption from the sales tax of admissions subject to the admissions & amusement tax Legal reference: Art. TG Sec. 11-221	54.6	64.3	65.5	65.5
Exemption from the sales tax of certain telecommunications services subject to the federal excise tax Legal reference: Art. TG Sec. 11-221	67.7	75.4	79.1	79.8

2. Double Taxation (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the sales tax of motor fuels subject to the motor fuel or motor carrier tax Legal reference: Art. TG Sec. 11-221	416.5	551.3	435.3	475.6
Exemption from the sales tax of motor vehicles, except house or office trailers, subject to the motor vehicle excise tax Legal reference: Art. TG Sec. 11-221	704.0	650.0	514.0	552.0
Exemption from the sales tax of long-term motor vehicle leases Legal reference: Art. TG Sec. 11-221	17.5	19.1	20.1	20.3
Exemption from the sales tax of the rental of motion pictures subject to the admissions & amusement tax Legal reference: Art. TG Sec. 11-221	No reliable estimate			
Exemption from the sales tax of sales of vessels subject to the boat excise tax Legal reference: Art. TG Sec. 11-221	27.0	26.8	29.5	29.8
Exemption from the sales tax of sales of materials taxed under other laws Legal reference: Art. TG Sec. 11-221	No reliable estimate			
Exemption from the titling tax of mobile homes over 35 ft. Legal reference: Art. TR Sec. 13-810 Note: Mobile homes over 35 ft., when installed on sites, are taxed as real property.	No reliable estimate			
Exemption from the titling tax of vehicles purchased for short-term rental purposes Legal reference: Art. TR Sec. 13-810	61.6	52.7	47.8	37.8
Exemption from the titling tax for leased vehicles purchased by the lessee Legal reference: Art. TR Sec. 13-810	No reliable estimate			

**2. Double Taxation (Continued)**

Exemption from the titling tax for vehicles transferred into an inter vivos trust if transferor is the beneficiary

Legal reference: Art. TR Sec. 13-810

Exemption from the transfer tax for transfers of supplemental, previously recorded instruments or deeds for prior contract of sale

Legal reference: Art. TP Sec. 13-207

Millions of Dollars			
FY 07	FY08	FY 09	FY 10
No reliable estimate			
No reliable estimate			
1,349.3	1,440.0	1,191.7	1,261.2

3. Reciprocal Exemptions	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Credit against the boat tax for excise tax paid in another state Legal reference: Art. NR Sec. 8-716	0.2	0.1	0.2	0.2
Reciprocal exemption from inheritance tax for personal property of nonresident decedents Legal reference: Art. TG Sec. 7-203	No reliable estimate			
Refund of fuel tax for fuel taxed in another state Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	6.0	3.5	6.5	5.3
Exemption from the fuel tax for fuel sold for export from the state Legal reference: Art. TG Sec. 9-303 Note: Of this total, 30% would be distributed to local governments.	40.0	40.0	38.8	38.6
Reciprocal tax credit for personal income taxes paid to another state Legal reference: Art. TG Sec. 10-703	235.0	237.4	239.7	242.1
Exemption from the sales tax of sales to certain out-of-state non-profit organizations Legal reference: Art. TG Sec. 11-204	No reliable estimate			
Reciprocal exemption from the sales tax for sales of tangible personal property to nonprofit organizations for use in another state Legal reference: Art. TG Sec. 11-216 Note: Revenue loss is included in exemptions under TG Sec. 11-204.	No reliable estimate			
Exemption from the sales tax of sales of items taxed in another state Legal reference: Art. TG Sec. 11-221 Note: Exemption may be constitutionally required.	No reliable estimate			

**3. Reciprocal Exemptions (Continued)**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Reciprocal exemption from registration fees for out-of-state law enforcement vehicles Legal reference: Art. TR Sec. 13-903 Note: Misc and other registration fee exemptions estimated at \$0.3m in FY10; this item represents part of that total.				No reliable estimate
Reciprocal exemption from the titling tax for out-of-state law enforcement vehicles Legal reference: Art. TR Sec. 13-810 Note: Miscellaneous titling tax exemptions estimated at \$86.1m in FY10; this item reflects part of that total.				No reliable estimate
	281.2	280.9	285.2	286.3

**4. Fuel Used for Non-transportation Purposes**

	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Partial refund of fuel tax for fuel delivery vehicles Legal reference: Art. TG Sec. 13-901	No reliable estimate			
Partial refund of fuel tax on concrete mixers. Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	0.4	0.4	0.4	0.4
Partial refund of fuel tax on fuel used by solid waste compactors Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	0.2	0.2	0.2	0.2
Partial refund of fuel tax used by well drillers. Legal reference: Art. TG Sec. 13-901	No reliable estimate			
Partial refund of fuel used by agricultural spreaders Legal reference: Art. TG Sec. 13-901	No reliable estimate			
Refund of fuel tax for fuel used in engines installed permanently at fixed locations Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	1.5	1.5	1.5	1.5
Refund of fuel tax on fuel lost in fire or collision. Legal reference: Art. TG Sec. 13-901	No reliable estimate			
Refund of fuel tax paid for fuel used for commercial purposes other than operation of motor vehicles on public highways Legal reference: Art. TG Sec. 13-901 Note: Principally marine uses; of this total, 30% would be distributed to local governments.	0.1	0.1	0.1	0.1
	<hr/> 2.2	<hr/> 2.2	<hr/> 2.1	<hr/> 2.1

5. Governments	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Excise tax exemption for alcoholic beverage sales on federal reservations Legal reference: Art. TG Sec. 5-104	0.1	0.1	0.1	0.1
Exemption from the boat tax for vessels purchased by the State or its subdivisions Legal reference: Art. NR Sec. 8-716	Negligible			
Corporate income tax subtraction for interest on US government obligations Legal reference: Art. TG Sec. 10-307	14.2	17.6	18.1	18.1
Exemption from the inheritance tax for property passing to the State or its subdivisions Legal reference: Art. TG Sec. 7-203	No reliable estimate			
Refund of fuel tax for fuel used by the federal government Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	0.6	0.6	0.6	0.6
Refund of fuel tax for fuel used to operate local government bus systems Legal reference: Art. TG Sec. 13-901 Note: Of this total, 30% would be distributed to local governments.	1.0	1.0	1.0	1.0
Exemption from the fuel tax for fuel purchased by the State or its subdivisions Legal reference: Art. TG Sec. 9-303 Note: Of this total, 30% would be distributed to local governments.	6.0	7.7	6.6	6.6
Personal income tax subtraction for distributions & dividends from mutual funds attributable to US obligations Legal reference: Art. TG Sec. 10-207	No reliable estimate			

5. Governments (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Personal income tax subtraction for employer provided official police/fire vehicles Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Personal income tax subtraction for interest & dividends on US obligations Legal reference: Art. TG Sec. 10-207 Note: Local effect is \$23.7 million in FY10.	37.1	37.5	37.8	38.2
Personal income tax subtraction for profits on sale of Maryland state or local bonds Legal reference: Art. TG Sec. 10-207	No reliable estimate			
Exemption of federal government property from the property tax Legal reference: Art. TP Sec. 7-210,11	11.9	12.5	13.0	12.9
Exemption of local government property from the property tax Legal reference: Art. TP Sec. 7-210,11	25.5	28.6	31.7	34.4
Exemption of state government property from the property tax Legal reference: Art. TP Sec. 7-210,11	9.6	11.1	11.3	14.8
Exemption from the sales tax of sales of government documents, publications, etc Legal reference: Art. TG Sec. 11-215	3.1	3.5	3.7	3.7
Exemption from the sales tax of sales to the State and its subdivisions Legal reference: Art. TG Sec. 11-220	312.5	354.0	348.7	339.4
Exemption from the sales tax of sales of testing equipment to be transferred to the federal government Legal reference: Art. TG Sec. 11-222	No reliable estimate			

5. Governments (Continued)	Millions of Dollars			
	FY 07	FY08	FY 09	FY 10
Exemption from the sales tax of sales of buses for use in public transportation systems Legal reference: Art. TG Sec. 11-223	1.2	1.3	1.3	1.2
Exemption from the tobacco tax of cigarettes & other tobacco products for sale to post exchanges & commissaries Legal reference: Art. TG Sec. 12-104	No reliable estimate			
Exemption from registration fees of vehicles owned by the federal, State or local governments Legal reference: Art. TR Sec. 13-903 Note: Split 70% state (MDOT)/30% local government.	4.0	4.1	4.1	3.9
Exemption from the titling tax of vehicles owned by the federal government Legal reference: Art. TR Sec. 13-102	No reliable estimate			
Exemption from the titling tax of vehicles owned by the State & its subdivisions Legal reference: Art. TR Sec. 13-810	No reliable estimate			
Exemption from the titling tax of vehicles owned by the US and used in an investigation Legal reference: Art. TR Sec. 13-810	No reliable estimate			
Exemption from the transfer tax of transfers to governments or public agencies Legal reference: Art. TP Sec. 13-207	No reliable estimate			
	426.8	479.7	477.8	474.9

**Detail of Tax Expenditures**  
**By Tax**  
**Fiscal Years 2007 – 2010**

**ALCOHOLIC BEVERAGE TAX**

**Legal reference : Art. TG Sec. 5-104**

**Exemption from the excise tax for:**

Small quantities of alcoholic beverages brought to the state for personal use  
Family-produced wine for personal use or entry into an exhibition  
Alcoholic beverage sales on federal reservations  
Alcoholic beverages sold or delivered in the course of interstate commerce  
Wine or spirits bought by a hospital for medicinal purposes  
Alcoholic beverages under non-beverage permit  
Wine bought by a religious organization for sacramental purposes

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

No reliable estimate

No reliable estimate

0.1      0.1      0.1      0.1

No reliable estimate

No reliable estimate

0.1      0.1      0.1      0.1

No reliable estimate

**Total: State General Funds**

0.2      0.2      0.2      0.2

**EXCISE TAX ON VESSELS**

Millions of Dollars

	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Legal reference: Art. NR Sec. 8-716</b>				
<b>Exemption from the boat tax for:</b>				
Excludes the value of trade-ins	3.2	2.6	2.6	2.6
Vessels purchased by charitable organizations		Negligible		
Vessels purchased by State or its subdivisions		Negligible		
<b>Credit against the boat tax for:</b>				
Excise tax paid in another state	0.2	0.1	0.2	0.2
<b>Total: State Special Funds</b>	<b>3.4</b>	<b>2.7</b>	<b>2.8</b>	<b>2.8</b>

*Total on page iv, Statistical Summary of Tax Expenditures by Tax, excludes following which is included in above total.*

Excise tax paid in another state	-0.2	-0.1	-0.2	-0.2
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**CORPORATION INCOME TAX**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art TG Sec. 10-307**

**Corporate income tax subtractions for:**

Dividends for domestic corporations claiming foreign tax credits	13.2	13.0	13.3	13.4
Dividends from affiliated domestic international sales corporations	No reliable estimate			
Dividends of related foreign corporations	58.6	35.0	35.9	36.0
Gross receipts subject to the public service company franchise tax	No reliable estimate			
Interest on U.S. obligations	14.2	17.6	18.1	18.1
Profit on sale or exchange of Maryland state or local bonds	No reliable estimate			
Income from State relocation and assistance payments	No reliable estimate			
State tax-exempt interest from mutual funds	No reliable estimate			

**Legal reference: Art. TG Sec. 10-308**

**Corporate income tax subtractions for:**

Conservation tillage equipment	No reliable estimate			
Reforestation or timber stand improvement expenses	No reliable estimate			
Wage expenses disallowed under federal targeted jobs credit	No reliable estimate			
Cost of manure spreading equipment	No reliable estimate			
Exempt-interest dividends paid by regulated investment companies	No reliable estimate			
Delaware Holding Company' (DHL) subtraction	39.1	20.0	20.6	24.7
Various subtraction modifications not separately estimated	167.6	125.9	129.3	129.6

**CORPORATION INCOME TAX (Continued)**

Millions of Dollars

	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Legal reference: Art TG Sec. 10-309</b>				
Gain/loss adjustment on utility company stranded costs	0.0	0.0	0.0	0.0
Note: Subtraction last claimed in TY03 at \$8.6 million.				
<b>Legal reference: Art TG Sec. 10-702</b>				
<b>Corporate income tax credits for:</b>				
Enterprise zone tax credit	0.8	0.8	1.2	1.0
<b>Legal reference: Art. TG Sec. 10-704</b>				
Credit for purchase of Maryland-mined coal	0.0	0.0	0.0	0.0
Credit for job creation	1.0	1.0	1.5	1.3
Credit for businesses that create new jobs	2.0	2.0	2.0	2.0
Credit for certain commercial fertilizer costs	0.0	0.0	0.0	0.0
Note: No credits claimed to date. Program sunsets 1/01/09				
Credit for hiring qualifying employees with disabilities	0.3	0.4	0.5	0.6
Note: Sunsets June 30, 2010.				
Credit for rehabilitating historic/heritage structures	10.5	14.7	10.0	5.0
Credit for wages/child care for hiring qualified employees	0.1	0.0	0.1	0.1
Note: Sunsets June 30, 2010. Less than 13k claimed in FY08.				
Credit for donations to the community investment program	0.3	0.4	0.3	0.3
Credit for employing qualified ex-felons		Negligible		
Note: Sunsets December 31, 2011. Less than \$2,000 claimed in any fiscal year				
<b>Legal reference: Art. TG Sec. 10-708</b>				
Credit for 60% of certain property taxes paid by a telecommunications company	4.1	8.6	8.5	8.5

**CORPORATION INCOME TAX (Continued)**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TG Sec 10-710**

Credit for employer-paid long-term care insurance premiums  
Note: Less than \$6,000 annually claimed to date.

Negligible

Legal reference: Art. TG Sec. 10-711

Corporate income tax credit for student work-based learning programs  
Note: Sunsets June 30, 2013; less than \$50,000 claimed annually.

Negligible

**Legal reference: Art. TG Sec 10-712**

Credit for 60% of certain property taxes paid by an electric utility

Repealed 6/01/2006

**Legal reference: Art. TG Sec 10-713**

Credit for 25% of wages paid to employees of multijurisdictional electric companies

Repealed 1/01/2006

**Legal reference: Art. TG Sec 10-714**

Credit for One Maryland project/start-up costs.

4.1      4.2      4.2      4.3

**Legal reference: Art. TG Sec 10-715**

Credit for employer-provided commuter benefits

0.7      0.7      0.7      0.7

**Legal reference: Art. TG Sec 10-719**

Credit for costs of solar water heating or photovoltaic property placed in service  
Note: Converted to a budgeted grant program 1/1/05; No claims in FY06 and only one in FY07.

0.0      0.1      0.1      0.1

**Legal reference: Art. TG Sec 10-719**

Credit for electricity produced from certain qualified energy resources  
Note: Reauthorized in 2006 to award a total of \$25 million until 12-31-10.

0.0      1.1      0.1      0.1

**CORPORATION INCOME TAX (Continued)**

	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
<b>Legal reference: Art. TG Sec 10-721</b>				
Credit for qualified Research & Development expenses	6.0	6.0	6.0	6.0
Note: Sunsets 6-30-12. Maximum authorized annual credit - \$6 million.				
<b>Legal reference: Art. TG Sec 10-722</b>				
Credit for "green buildings" construction & rehabilitation costs	0.0	0.0	0.0	0.0
<b>Legal reference: Art. TG Sec. 10-725</b>				
Corporate bio-technology investment tax credit	4.4	4.4	4.4	4.4
Note: Cost depends on amount budgeted; \$6 million budgeted for FY2007 to 2010				
<b>Legal reference: Art. TG Sec. 10-726</b>				
Credit for Cellulosic Ethanol Technology R&D	0.0	0.0	0.0	0.2
Note: Tax credits could be claimed beginning in tax year 2008. HB 140 (2008).				
<b>Legal reference: Art. TG Sec 10-727</b>				
Credit for Bio-heating oil for use in space or water heating	0.0	0.0	0.1	0.3
Note: Sunsets June 30, 2013. Effective July 1, 2008. SB 565 (2008).				
<b>Total:</b>	<b>326.9</b>	<b>255.8</b>	<b>256.9</b>	<b>256.6</b>
Distribution:				
Higher Education Investment Fund (6% of gross revenue in FY09 and FY10)	0.0	0.0	15.4	15.4
FY10)	0.0	0.0	23.5	23.5
Sub Total:	326.9	255.8	218.0	217.8
Special Fund - Transportation Trust Fund (24% of net after above distribution)	78.5	61.4	52.3	52.3
General Fund (76% of net after above distribution)	248.5	194.4	165.7	165.5
<b>Total on page iv, Statistical Summary of Tax Expenditures by Tax, excludes following which is included in above total.</b>				
<b>Interest on U.S. Obligations</b>	<b>-14.2</b>	<b>-17.6</b>	<b>-18.1</b>	<b>-18.1</b>
<b>Total:</b>	<b>312.8</b>	<b>238.2</b>	<b>238.8</b>	<b>238.5</b>
Local Government	33.7	26.4	22.5	22.5

**INHERITANCE TAXES**

Millions of Dollars

FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TG Sec. 7-203**

**Exemption from the inheritance tax for:**

Property passed to lineal beneficiaries and siblings	40.9	41.4	42.8	44.5
Bequests under \$1000		No reliable estimate		
Small estates		No reliable estimate		
Death benefits payable to a trust		No reliable estimate		
\$500 for grave maintenance		No reliable estimate		
Life insurance benefits		No reliable estimate		
Property passing to the State or its subdivisions		No reliable estimate		
Reciprocal exemption for personal property of nonresident decedents		No reliable estimate		
Property that passes to qualified nonprofit organizations		No reliable estimate		
Income accrued on probate assets		No reliable estimate		
Estate tax exclusion - Conservation Easements		No reliable estimate		
Property passed to domestic partners Note: SB785 (2009)				1.0

**Legal reference: Art. TG Sec. 7-211**

Family farms qualifying as farmland		No reliable estimate		
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**Legal reference: Art. TG Sec. 7-203**

Exemption from the inheritance tax of recovered Holocaust assets		No reliable estimate		
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**Total: State General Funds:**

40.9      41.4      42.8      45.5

**MOTOR VEHICLE FUEL TAX**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TG Sec. 13-901**

**Fuel tax refunds for:**

Aviation fuel used for agricultural purposes		No reliable estimate		
Fuel used for agricultural purposes	0.1	0.1	0.1	0.1
Aviation fuel dispensed to aircraft by aircraft manufacturing companies located in the State	0.1	0.1	0.1	0.1
Fuel used by Red Cross		No reliable estimate		
Fuel used in fire and rescue vehicles	0.1	0.1	0.1	0.1
Fuel used by U.S. Government	0.6	0.6	0.6	0.6
Fuel used to operate bus systems of local governments	1.0	1.0	1.0	1.0
Partial refund for fuel used by fuel delivery vehicles		No reliable estimate		
Partial refund for fuel used by concrete mixers Note: Effective 7/1/04, includes concrete pump trucks.	0.4	0.4	0.4	0.4
Partial refund for fuel used by solid waste compactors	0.2	0.2	0.2	0.2
Partial refund for fuel used by well drillers		No reliable estimate		
Partial refund for fuel used by agricultural spreaders		No reliable estimate		
Fuel used in engines installed permanently at fixed locations	1.5	1.5	1.5	1.5
Fuel lost in fire or collision		No reliable estimate		

<b><u>MOTOR VEHICLE FUEL TAX (Continued)</u></b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
Fuel used for commercial purposes other than operation of motor vehicles on public highways	0.1	0.1	0.1	0.1
Fuel taxed in another state	6.0	3.5	6.5	5.3
Fuel used by state-funded nonprofit transit systems for the elderly, disabled or poor	0.6	0.6	0.6	0.6
<b>Exemption from the fuel tax for:</b>				
<b>Legal reference: Art. TG Sec. 9-303</b>				
Fuel bought by State government	6.0	7.7	6.6	6.6
Diesel fuel used in vessels	0.1	0.1	0.1	0.1
Fuel sold for export from the state	40.0	40.0	38.8	38.6
<b>Legal reference: Art. TG Sec. 9-305</b>				
One cent/gallon tax reduction for clean-burning fuels	No reliable estimate			
<b>Total:</b>	<b>56.8</b>	<b>56.1</b>	<b>56.6</b>	<b>55.3</b>
<b><i>Total on page iv, Statistical Summary of Tax Expenditures by Tax, includes only State General Funds.</i></b>				
Distribution:				
State General Funds	1.0	1.0	0.0	0.0
Net State Special Funds	55.8	55.1	56.1	54.9
Chesapeake 2010 Fund:			0.5	0.4
TOTALS:	56.8	56.1	56.6	55.3
Local Governments (included in special funds above)	16.7	16.5	16.8	16.5

**INDIVIDUAL INCOME TAX**

**Local loss is roughly 62% of the State loss**

Millions of Dollars

FY 07      FY 08      FY 09      FY 10

**Legal reference: Art.TG Sec. 10-204**

**Itemized deductions for:**

Charitable contributions	197.8	199.8	199.8	199.8
Mortgage interest	468.4	473.1	473.1	473.1
Real estate taxes	124.8	133.7	143.3	153.9
Medical expenses	38.2	38.5	40.0	43.5
Various personal income tax deductions, not otherwise classified	42.2	42.5	39.6	41.0

**Legal reference: Art. TG Sec. 10-207**

**Subtraction modifications for:**

Dividends and interest from U.S. obligations	37.1	37.5	37.8	38.2
Individual federally taxed social security/railroad retirement benefits	123.2	124.4	125.7	126.9
Two-income married couples	38.7	39.0	37.4	38.0
Grants under the Solar Energy Grant Program	0.4	0.6	2.0	1.5

Note: HB 590 (2007)

**INDIVIDUAL INCOME TAX (Continued)**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Miscellaneous subtraction modifications for:**

Distribution to a beneficiary of accumulated income on which fiduciary has paid tax		No reliable estimate		
Distributions & dividends from mutual funds attributed to US obligation		No reliable estimate		
Employer provided official police/fire vehicles		No reliable estimate		
Disability payments to police and firefighters		No reliable estimate		
Keogh Plan withdrawals taxed at time of deposit		No reliable estimate		
Income from emergency services length of service awards		No reliable estimate		
Profits on sale of Maryland state or local bonds		No reliable estimate		
Relocation & assistance payments		No reliable estimate		
Pickup contributions for pension & retirement systems		No reliable estimate		
Overseas military pay		No reliable estimate		
Certain military retirement income, modified by 2006 SB22 and 2007 HB392	14.3	10.3	11.8	12.0
Amounts contributed to prepaid tuition plans		No reliable estimate		
Income related to recovered Holocaust assets		No reliable estimate		

**Legal reference: Art TG Sec. 10-208**

**Subtraction modifications for:**

Employment-related household & dependent care expenses Note: Local effect is \$14.1 million in FY08.	20.7	21.8	26.4	28.3
Adoption expenses for special-needs children		No reliable estimate		
Expenses of providing human or mechanical readers for blind persons		No reliable estimate		

**INDIVIDUAL INCOME TAX (Continued)**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Miscellaneous subtraction modifications for:**

Cost of installing handrails in certain medical facilities		No reliable estimate		
Conservation tillage equipment expenses		No reliable estimate		
Artwork donated by professional artists		No reliable estimate		
Donated farm products		No reliable estimate		
Reforestation or timber stand expenses		No reliable estimate		
\$3,500 in income of qualifying volunteer emergency service personnel	1.9	2.0	2.0	2.0
Note: Effective 1/1/01 includes members of applicable auxiliary organizations. Local impact \$1.2 million in FY08				
Certain gross income of child included in parents income		No reliable estimate		
Unreimbursed mileage of certain volunteers		No reliable estimate		
Salary or wage expenses for targeted jobs		No reliable estimate		
Expense to buy poultry/livestock manure spreader equipment		No reliable estimate		
Income earned on advanced payment of tuition		No reliable estimate		
Contributions to investment accounts			0.2	1.4
Note: Maryland College Inv. Plan and the Maryland Broker-Dealer College Investment Plan. Limited at \$2,500 per beneficiary. Fiscal effect starts in FY09.				
Personal income tax subtraction for certain sewage disposal systems. See 2009 SB554. Fiscal effect starts in FY11.				
Total: Miscellaneous Subtractions	37.7	38.6	39.6	41.0

**Legal reference: Art. TG Sec. 10-209**

**Subtraction modifications for:**

Pension income	97.1	98.1	99.1	100.0
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**INDIVIDUAL INCOME TAX (Continued)**

Millions of Dollars

	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Legal reference: Art. TG Sec. 10-211</b>				
<b>Personal Exemptions:</b>				
Additional exemptions for the blind and elderly	14.9	15.3	15.5	15.6
Personal Exemptions:	499.9	509.2	644.9	651.3
<b>Legal reference: Art. TG Sec. 10-217.</b>				
<b>Standard Deduction:</b>				
Standard Deduction:	117.4	118.3	119.2	120.2
<b>Tax Credits:</b>				
<b>Legal reference: Art. TG Sec. 10-702</b>				
Wages paid in enterprise zone	0.4	0.4	0.3	0.3
<b>Legal reference: Art. TG Sec. 10-703</b>				
Taxes paid by resident to another state	235.0	237.4	239.7	242.1
Gains from certain installment sales in another state		No reliable estimate		
<b>Legal reference: Art. TG Sec. 10-704</b>				
Non-Refundable Earned Income Tax Credit	73.8	75.7	64.9	65.6
Refundable Earned Income Tax Credit	97.7	81.4	125.1	126.4
Note: State credit is refundable in certain cases				

<b><u>INDIVIDUAL INCOME TAX (Continued)</u></b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
Cogenerator's purchase of Maryland-mined coal Note: All credits taken are by corporations.	0.0	0.0	0.0	0.0
Expenses of hiring qualified low income employees	0.1	0.1	0.2	0.2
Wages paid to qualified employees (Job Creation Tax Credit)	0.1	0.1	0.2	0.1
Rehabilitating historic/heritage structures	10.9	11.6	12.3	13.0
Contributions for neighborhood/community assistance	0.5	0.5	0.5	0.5
Expenses for hiring qualified disabled employees	Negligible			
Businesses that create new jobs	Negligible			
Commercial fertilizer costs Note: No credits claimed to date.	0.0	0.0	0.0	0.0
Employing qualified ex-felons Note: Effective for individuals hired between 1/1/02-12/31/11; less than \$8,000 claimed to date. 2006 HB 1391 effective in FY07. Sunsets 12/31/2011	0.4	0.6	0.3	0.3
<b>Legal reference: Art. TG Sec. 10-707</b>				
Property tax paid on owner-occupied residences in specified neighborhoods	0.2	0.2	0.2	0.2

**INDIVIDUAL INCOME TAX (Continued)**

	Millions of Dollars			
	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Legal reference: Art. TG Sec. 10-708</b> Certain property taxes paid by a telecommunications business Note: No credits claimed to date and none expected in the out years.	0.0	0.0	0.0	0.0
<b>Legal reference: Art. TG Sec. 10-709</b> Earnings of certain low income taxpayers Note: local credit is \$3.0 million in FY08.	3.1	3.3	3.5	3.7
<b>Legal reference: Art. TG Sec. 10-710</b> Expenses for employer-paid long-term care insurance Note: Less than \$7,000 claimed in TY2007 and \$8,000 claimed in TY2008.		Negligible		
<b>Legal reference: Art. TG Sec. 10-711</b> Personal income tax credit for student work-based learning programs. Note: Less than \$25,000 claimed annually. Sunsets in 2013.		Negligible		
<b>Legal reference: Art. TG Sec. 10-714</b> Costs associated with One Maryland economic development projects.	0.8	0.9	0.5	0.5
<b>Legal reference: Art. TG Sec. 10-715</b> Cost of providing employee commuter benefits	0.1	0.2	0.2	0.2
<b>Legal reference: Art. TG Sec. 10-716</b> Child and dependent care expenses	7.1	7.4	7.5	7.5
<b>Legal reference: Art. TG Sec. 10-717</b> Expenses for classroom teacher advanced education	8.0	8.8	8.9	9.0

**INDIVIDUAL INCOME TAX (Continued)**

Millions of Dollars

	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Legal reference: Art. TG Sec. 10-718</b> Eligible long-term care premiums	3.5	3.5	3.6	3.6
<b>Legal reference: Art. TG Sec. 10-719</b> Costs of solar water heating or photovoltaic property placed in service Note: Converted to a budgeted grant program effective 1/1/05.	0.0	0.0	0.0	0.0
<b>Legal reference: Art. TG Sec. 10-720</b> Individual tax credits for electricity produced from qualified energy resources Note: Originally Sunseted on 1/01/05; no credits have been claimed to date; reinstated starting with tax year 2006. No certifications after 12/30/10.	0.0	1.0	0.0	0.0
<b>Legal reference: Art. TG Sec. 10-721</b> Qualified R&D expenses Note: Sunsets 7/01/12		Negligible		
<b>Legal reference: Art. TG Sec. 10-722</b> "Green buildings" construction & rehabilitation costs	6.5	6.6	6.6	6.7
<b>Legal Reference: Art. TG Sec. 10-723</b> Easements conveyed to the MD Environmental Trust or MD Ag Land Preservation Foundation	0.8	0.9	1.0	1.0
<b>Legal reference: Art. TG Sec. 10-724</b> Up to \$500 for the purchase of aquaculture oyster floats	0.2	0.2	0.2	0.2

<b><u>INDIVIDUAL INCOME TAX (Continued)</u></b>	Millions of Dollars			
	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Legal reference: Art. TG Sec. 10-725</b> Biotechnology Investment Tax Credit Note: Cost depends on amount budgeted. \$6 million budgeted for FY2007 to 2010	1.6	1.6	1.6	1.6
<b>Legal reference: Art. TG Sec. 10-726</b> Personal Income tax credit for Cellulosic Ethanol Technology R&D Note: Tax credits could be claimed beginning in tax year 2008			0.0	0.0
<b>Legal reference: Art. TG Sec. 10-727</b> Personal Income Tax Credit for Bio-heating oil for use in space or water heating Note: Effective July 1, 2008. Sunsets June 30, 2013.			0.0	0.0
<b>Miscellaneous Provisions:</b> <b>Legal reference: Art. TG Sec. 13-908</b> Abatement of income tax for U.S. military/civilian employees killed as a result of combat or terrorism Note: Less than \$30,000 annually claimed to date.			Negligible	
<b>Total</b>	<b>2,325.5</b>	<b>2,344.9</b>	<b>2,534.7</b>	<b>2,570.5</b>
<b>Total on page iv, Statistical Summary of Tax Expenditures by Tax, excludes following which are included in above total.</b>				
<b>Structural Tax Expenditures</b>	<b>-617.3</b>	<b>-627.5</b>	<b>-764.1</b>	<b>-771.5</b>
<b>Dividends and interest on U.S. Obligations</b>	<b>-37.1</b>	<b>-37.5</b>	<b>-37.8</b>	<b>-38.2</b>
<b>Taxes paid by resident to another state</b>	<b>-235.0</b>	<b>-237.4</b>	<b>-239.7</b>	<b>-242.1</b>
<b>Total on page iv, Statistical Summary of Tax Expenditures by Tax, excludes following which are included in above total.</b>	<b>1,436.1</b>	<b>1,442.6</b>	<b>1,493.1</b>	<b>1,518.6</b>

**INSURANCE PREMIUM TAX**

Millions of Dollars

FY 07      FY 08      FY 09      FY 10

**Exemptions from the tax for:**

**Legal reference: INS Sec. 6-101**

Premiums for nonprofit health service plans	24.7	26.4	24.2	24.7
Premiums for health maintenance organizations	0.9	1.0	0.9	0.9
Premium for fraternal beneficiary corporations	1.3	1.4	1.5	1.5

**Legal reference: Ins. Sec. 6-103**

Annuities	82.1	89.2	100.0	102.0
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**Tax credits for:**

**Legal reference: Art. Ins. Sec. 6-105**

Rehabilitating historic/heritage structures	1.7	4.0	2.2	2.2
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Note: all commercial projects limited to \$25m in 2004, then converted to a grant program.

Expenses for hiring qualified low income employees	No reliable estimate			
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Note: Effective for persons hired through 6/30/06

Donations to non-profit neighborhood revitalization projects	No reliable estimate			
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**Legal reference: Art. Ins. Sec. 6-114**

Job creation	0.7	0.8	0.6	0.6
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Note: Applies for employees hired after 1/1/96.

**INSURANCE PREMIUM TAX (Continued)**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. Ins. Sec. 6-115**

Expenses for hiring qualified disabled employees  
Note: Effective for persons hired through 6/30/06.

No reliable estimate

**Legal reference: Art. Ins. Sec. 6-116**

Businesses that create new jobs

No reliable estimate

**Legal reference: Art. Ins. Sec. 6-117**

Expenses for employer-paid long-term care insurance premiums

No reliable estimate

**Legal reference: Art. Ins. Sec. 6-118**

Expenses for work-based learning programs  
Note: Sunsets 6/3/13. Established in 1998.

No reliable estimate

**Legal reference: Art. Ins. Sec. 6-119**

Costs associated with One Maryland economic development projects.  
Less than 11k claimed in FY07. No credits claimed to date for FY08.

0.0      0.0      0.0      0.0

**Legal reference: Art. Ins. Sec. 6-120**

Expenses for employer-provided commuter benefits  
Average \$61 thousand per year between FY 2003 and FY 2008.

Negligible

**Total: State General Funds**

111.3      122.8      129.4      132.0

**MOTOR VEHICLE TITLING TAX**

Millions of Dollars

FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TR Sec. 13-102**

**Exemptions from vehicle titling requirement for:**

Farm equipment

No reliable estimate

Vehicles owned by U.S.

No reliable estimate

**Legal reference: Art. TR Sec. 13-809**

**Credit of vehicle titling tax for:**

Out-of-state sales or excise tax paid by persons moving to Maryland

3.8

4.2

4.4

4.6

**Legal reference: Art. TR Sec. 13-810**

**Exemption from the titling tax for:**

Registered passenger buses

No reliable estimate

Registered truck tractors

No reliable estimate

Vehicles owned by state and its subdivisions

No reliable estimate

Vehicles purchased for short-term rental purposes

61.6

52.7

47.8

37.8

Leased vehicles purchased by the lessee

No reliable estimate

**Miscellaneous exemptions for:**

Red Cross vehicles

No reliable estimate

Mobile homes over 35 feet

No reliable estimate

Buses used for public school transportation

No reliable estimate

Vehicles owned by private schools

No reliable estimate

<b><u>MOTOR VEHICLE TITLING TAX (Continued)</u></b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
Fire engines and fire department apparatus		No reliable estimate		
Vehicles owned by U.S. and used in an investigation		No reliable estimate		
Buses used for handicapped transportation		No reliable estimate		
Reciprocal exemption from titling tax for out-of-state law enforcement vehicles		No reliable estimate		
School buses owned by religious organizations		No reliable estimate		
Civil Air Patrol vehicles		No reliable estimate		
Vehicles owned by veterans' organizations		No reliable estimate		
Hearing and vision screening vehicles		No reliable estimate		
Vehicles transferred into an inter vivos trust if transferor is the beneficiary		No reliable estimate		
Excluding the value of trade-ins	0.0	33.8	56.5	56.0
Total: Miscellaneous titling tax exemptions		No reliable estimate		
<b>Total</b>	<b>65.4</b>	<b>90.6</b>	<b>108.7</b>	<b>98.3</b>
Distribution:				
Net State Special Funds	45.8	63.5	76.1	68.8
Local Governments	19.6	27.2	32.6	29.5
<b>Total on page iv, Statistical Summary of Tax Expenditures by Tax, excludes following which is included in above total.</b>				
<b>Vehicles purchased for short-term rental purposes</b>	<b>-61.6</b>	<b>-52.7</b>	<b>-47.8</b>	<b>-37.8</b>
<b>Total on page iv, Statistical Summary of Tax Expenditures by Tax, excludes following which is included in above total.</b>	<b>3.8</b>	<b>38.0</b>	<b>60.9</b>	<b>60.6</b>

**STATE PROPERTY TAX**

Millions of Dollars

FY 07      FY 08      FY 09      FY 10

**Exemptions for property used for or by:**

**Legal reference: Art. TP Sec. 7-201**

Nonprofit cemetery and mausoleum property

Note: Includes religious cemeteries (\$79k in FY07).

0.1      0.1      0.2      0.2

**Legal reference: Art. TP Sec. 7-202**

Educational uses

Note: Includes religious schools and colleges (\$1.5m in FY08).

2.8      3.2      3.5      3.8

Nonprofit housing for the elderly

0.4      0.4      0.5      0.5

Nonprofit hospitals and health facilities

3.4      3.8      4.2      4.7

Note: Includes religious hospitals (\$639k in FY07).

Lodges, trade and civic associations, clubs, and other nonprofit organizations

1.5      1.7      1.8      2.0

Note: Includes charitable organizations, church societies & clubs.

Youth camps

0.8      0.9      1.0      1.1

Note: Additional legal references: TP 7-212, 233; includes church camps (\$87k in FY07).

**Legal reference: Art. TP Sec. 7-203**

The Chesapeake Bay Foundation

Note: Estimated cost is about 40k in FY07-FY09 and 30k in FY10.

Negligible

**Legal reference: Art. TP Sec. 7-204**

Religious organizations

6.7      7.6      8.6      9.3

Note: Not including religious schools and colleges (\$1.1m in FY07) & camps (\$87k).

**STATE PROPERTY TAX (Continued)**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art TP Sec. 7-205**

Community water systems

No reliable estimate

**Legal reference: Art. TP Sec. 7-206**

Continuing care facilities for the aged

No reliable estimate

**Legal reference: Art. TP Sec. 7-207**

Exclusion of \$6000 of assessed value for blind and surviving spouses

0.0      0.0      0.0      0.0

Note: Revenue loss is Less than 40k annually

**Legal reference: Art. TP Sec. 7-208**

Disabled veterans and surviving spouses

1.0      1.2      1.4      1.6

**Legal reference: Art. TP Sec. 7-209 F.N. for HB114 effective FY07**

Volunteer fire companies

0.3      0.4      0.4      0.4

**Legal reference: Art. TP Sec. 7-210,11**

Federal government property

11.9      12.5      13.0      12.9

Local government property

25.5      28.6      31.7      34.4

State government property

9.6      11.1      11.3      14.8

Property used for heating/cooling of state owned/occupied property

No reliable estimate

Note: No revenue loss; properties potentially affected are already tax exempt.

**Legal reference: Art. TP Sec. 7-214**

Historical societies and war memorials

0.2      0.2      0.2      0.3

**Legal reference: Art. TP Sec. 7-215**

Housing authorities

1.4      1.6      1.8      2.0

<b><u>STATE PROPERTY TAX (Continued)</u></b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
<b>Legal reference: Art. TP Sec. 7-234</b> Veterans' organizations	0.1	0.1	0.1	0.1
<b>Legal reference: Art. TP Sec. 7-242</b> Wind Energy Equipment and Solar energy property Note: Enacted by HB1171 (2009)	No reliable estimate			
<b>Legal reference: Art. TP Sec. 7-299</b> Miscellaneous property tax exemptions. Note: Includes property of foreign governments, fairgrounds, solar energy devices, etc.	0.3	0.3	0.4	0.4
<b>Legal reference: Art. TP Sec. 7-303</b> Landing areas at privately owned, public use airports Note: Tax expenditure is under \$5,000 annually	No reliable estimate			
<b>Legal reference: Art. TP Sec. 9-105</b> Homestead property tax credit for properties with assessment increases over 10%  Note: Local governments will forego approximately 16 times the State tax credit under this program. See modifications from 2006 SB382 effective 6-01-06, 2007 HB436 effective 1-01-08, and 2007 HB1386 which expands the credit to include agricultural ownership entities.	38.1	65.2	86.8	78.9
<b>Legal reference: Art. TP Sec. 9-104; Art. TG Sec. TP Sec. 9-102</b> Homeowners' property tax credit	45.6	45.2	50.3	53.4
Renters property tax relief	2.5	2.5	2.2	2.3
<b>Total: State Special Funds</b>	<b>152.4</b>	<b>186.8</b>	<b>219.3</b>	<b>223.1</b>

**PUBLIC SERVICE CO. FRANCHISE TAX**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TG Sec. 8-401**

Exemption for Internet services

No reliable estimate

**Tax Credits for:**

**Legal reference: Art. TG Sec. 8-406**

Purchase of MD-mined coal. SB335 limits credit to \$9 mil in FY07 on. 2009 HB 101 reduced the cap to \$4.5 Million for 2009-2012; \$6 Million 2013-2014; \$3 Million 2015-2020. Phased out 2021.

9.0      9.0      4.5      4.5

Rehabilitating historic/heritage structures

No reliable estimate

**Legal reference: Art. TG Sec. 8-407**

Telephone lifeline service

0.3      0.3      0.3      0.4

**Legal reference: Art. TG Sec. 8-410**

Expenses for wages/child care for hiring qualified employees  
Note: Effective for persons hired through 7/1/06.

Repealed

**Legal reference: Art. TG Sec. 8-411**

Job creation

No reliable estimate

**Legal reference: Art. TG Sec. 8-412**

Donations to non-profit neighborhood revitalization projects

No reliable estimate

**Legal reference: Art. TG Sec. 8-413**

Expenses for hiring qualified disabled employees  
Note: Sunsets June 30, 2010.

No reliable estimate

**PUBLIC SERVICE CO. FRANCHISE TAX (Continued)**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TG Sec. 8-415**

Expenses for student work-based learning programs

Note: Less than \$50,000 was claimed annually.

No reliable estimate

Expenses for employer-paid long-term care insurance premiums

No reliable estimate

**Legal reference: Art. TG Sec 8-417**

Sales to large industrial customers for production activity

1.7      1.7      1.6      2.1

**Legal Reference: Art. TG Sec. 8-214**

Financial institution franchise tax credit for donations to nonprofit neighborhood revitalization projects

No reliable estimate

**Total: State General Funds**

10.9      11.0      6.4      7.0

**SALES AND USE TAX**

Millions of Dollars

	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Exemptions or exclusions for:</b>				
<b>Legal reference: Art. TG Sec. 11-101</b>				
The "core value" of used truck parts exchanged for remanufactured parts	0.1	0.1	0.1	0.1
Expense reimbursements while providing taxable detective resources	0.2	0.2	0.2	0.2
Separately-stated Admissions & Amusement tax charges	0.2	0.2	0.2	0.2
<b>Legal reference: Art. TG Sec. 11-104</b>				
40% of the purchase price for retail sales of new mobile homes - HB810 (1998)	1.5	1.8	1.8	1.9
<b>Legal reference: Art. TG Sec. 11-201</b>				
Sales for agricultural purposes or of agricultural products	71.5	82.9	87.0	86.6
Sales for less than a quarter then 75 cents (HB951) through bulk vending machines. Effective: 01/07/06	0.8	1.0	1.0	1.0
<b>Legal reference: Art. TG Sec. 11-202</b>				
Cylinder demurrages charges	0.7	0.8	0.7	0.7
<b>Legal reference: Art. TG Sec. 11-204</b>				
Sales to cemetery companies		No reliable estimate		
Sales to credit unions	0.3	0.3	0.3	0.3
Sales to charitable organizations	84.3	95.6	95.4	95.4
Sales for fund raising to benefit schools/students	0.9	1.1	1.2	1.2
Sales to educational organizations	9.4	10.6	11.1	11.2
Sales under \$500 to non profit senior citizens' organizations		No reliable estimate		
Sales to fire, rescue, and ambulance companies	1.3	1.4	1.5	1.5

**SALES AND USE TAX (Continued)**

	Millions of Dollars			
	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
Sales by hospital thrift shops	0.1	0.1	0.1	0.1
Sales by State mental hospital gift shops	No reliable estimate			
Note: There are no gift shops in these institutions				
Facilities operated under MD Vending Program for the Blind on military bases	Negligible			
Note: Expected revenue cost is under \$15,000 annually				
Sales to certain out-of-state non-profit organizations	No reliable estimate			
Sales to veteran's organizations	0.1	0.1	0.1	0.1
Note: Extended by SB44 (2009) to June 30, 2012.				
Sales to religious organizations	11.6	13.1	13.7	13.9
Sales by religious organizations	3.8	4.3	4.5	4.5
<b>Legal reference: Art. TG Sec. 11-205</b>				
Sales of US, Maryland & POW/MIA flags	No reliable estimate			
<b>Legal reference: Art. TG Sec. 11-206</b>				
Sales of crabs and seafood for consumption off premises	1.8	2.0	2.1	2.1
Sales of food at schools, colleges and universities	16.5	18.8	19.8	19.9
Sales of food for consumption off premises	435.0	500.7	556.9	562.5
Sales of food to support fire, rescue and ambulance companies	0.1	0.1	0.1	0.1

<b><u>SALES AND USE TAX (Continued)</u></b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
Sales of food to support veterans' organizations	1.4	1.5	1.6	1.6
Food delivered for immediate consumption by a non-profit vendor	0.3	0.3	0.3	0.3
<b>Legal reference: Art. TG Sec. 11-207</b>				
Residential sales of electricity to a non-profit planned retirement community	0.2	0.3	0.3	0.3
Fuel rate adjustment charges on sales of electricity, etc. used in the common areas of residential condominiums	0.5	0.6	0.6	0.6
Note: Less than \$30,000 annually.				
Residential sales of fuel, electricity, steam, natural or artificial gas, etc.	148.8	212.5	263.1	276.2
<b>Legal reference: Art. TG Sec. 11-208</b>				
Sales of film or tape used in television broadcasting	0.5	0.6	0.5	0.5
Sales of marine equipment or machinery for ocean going vessels	0.7	0.9	0.8	0.8
Sales of vehicles used in interstate commerce	14.4	16.3	15.5	14.5
<b>Legal reference: Art. TG Sec. 11-209</b>				
Casual and isolated sales		No reliable estimate		
Certain transfers of business property		No reliable estimate		

**SALES AND USE TAX (Continued)**

	Millions of Dollars			
	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>	<u>FY 10</u>
<b>Legal reference: Art. TG Sec. 11-210</b>				
Sales of tangible personal property used predominantly in a production activity	80.2	93.0	98.1	103.5
Sales of certain bakery equipment	No reliable estimate			
Note: Probably under \$25,000 annually.				
Sales of certain telecommunications machinery & equipment to enable digital broadcasting	0.0	0.0	0.0	0.0
Sales of machinery and utilities used to produce bituminous concrete	0.3	0.3	0.3	0.3
<b>Legal reference: Art. TG Sec. 11-211</b>				
Sales of medicine, medical supplies and health aids	87.4	96.4	108.3	113.3
<b>Legal reference: Art. TG Sec. 11-212</b>				
Sales of wood products and fuel for mining purposes	No reliable estimate			
Sales of diesel fuel used in coal mine reclamation	No reliable estimate			
Note: Less than \$20,000 annually.				
<b>Legal reference: Art. TG Sec. 11-213</b>				
Sale of used mobile homes	1.2	1.4	1.5	1.5
<b>Legal reference: Art. TG Sec 11-214</b>				
Use of nonresident personal property	No reliable estimate			
Sales of precious metal coins or bullion over \$1k	0.7	0.9	0.9	0.9

<b><u>SALES AND USE TAX (Continued)</u></b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
<b>Legal reference: Art. TG Sec. 11-215</b>				
Sales and printing of free newspapers	2.8	3.2	3.3	3.4
Sales of out-of-state direct mail advertising materials	3.3	3.7	3.9	4.0
Sales of photographic and artistic materials used in publication	9.0	9.7	10.2	10.3
Sales of government documents, publications, etc.	3.1	3.5	3.7	3.7
<b>Legal reference: Art. TG Sec. 11-216</b>				
Reciprocal exemption for sales of tangible personal property to nonprofit organizations for use in another state			No reliable estimate	
Note: Revenue loss is included in exemptions under TG Sec. 11-204.				
<b>Legal reference: Art. TG Sec. 11-217</b>				
Certain sales for research and development purposes	18.6	20.9	21.9	22.1
<b>Legal reference: Art. TG Sec. 11-218</b>				
Sales of seafood harvesting equipment	2.1	2.4	2.5	2.5
Sales of fuel or repair parts for commercial vessels			No reliable estimate	
<b>Legal reference: Art. TG Sec. 11-219</b>				
Optional computer software maintenance contracts	5.0	6.2	6.5	6.5
<b>Legal reference: Art. TG Sec. 11-220</b>				
Sales to the State and its political subdivisions	312.5	354.0	348.7	339.4
<b>Legal reference: Art. TG Sec. 11-221</b>				
Long-term motor vehicle leases	17.5	19.1	20.1	20.3
Sales of motor fuel subject to the motor fuel or motor carrier tax	416.5	551.3	435.3	475.6

<b><u>SALES AND USE TAX (Continued)</u></b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
Sales of motor vehicles, except house/office trailers, subject to the motor vehicle excise tax	704.0	650.0	514.0	552.0
Sales of admissions subject to the Admissions & Amusement tax	54.6	64.3	65.5	65.5
Sales of materials taxed under other laws	No reliable estimate			
Sales of vessels subject to the boat excise tax	27.0	26.8	29.5	29.8
Sales of certain communications services subject to the federal excise tax	67.7	75.4	79.1	79.8
Sales of rentals of motion pictures subject to the Admissions & Amusement tax	No reliable estimate			
Sales of items taxed in another state	No reliable estimate			
Note: Exemption may be constitutionally required				
<b>Legal reference: Art. TG Sec. 11-222</b>				
Sales of testing equipment to be transferred to U.S. Government	No reliable estimate			
<b>Legal reference: Art. TG Sec. 11-223</b>				
Sales of buses for use in public transportation systems	1.2	1.3	1.3	1.2
<b>Legal reference: Art. TG Sec. 11-224</b>				
Sales of water through pipes	28.5	32.3	34.0	34.3
<b>Legal reference: Art. TG Sec. 11-225</b>				
Sales of certain computer programs	2.0	2.3	2.4	2.4
<b>Legal reference: Art. TG Sec. 11-226</b>				
Sales of certain energy efficient appliances	No reliable estimate			
Sales of multifuel pellet stoves designed to burn agricultural field corn	No reliable estimate			
Note: expected to cost about \$25,000 annually.				

<b>SALES AND USE TAX (Continued)</b>	Millions of Dollars			
	FY 07	FY 08	FY 09	FY 10
<b>Legal reference: Art. TG Sec. 11-227</b>				
Sales of property or services used in film production activity	1.1	0.5	0.4	0.4
<b>Legal reference: Art. TG Sec. 11-228</b>				
Back to school clothing and footwear tax free period	5.5	0.0	0.0	0.0
Note: A tax free holiday is scheduled for FY11.				
<b>Legal reference: Art. TG Sec. 11-229</b>				
Sales of power to operate machinery used to produce snow for commercial purposes		No reliable estimate		
Note: Probably under \$10,000 annually				
<b>Legal reference: Art. TG Sec. 11-230</b>				
Sales of geothermal, wind or solar energy equipment. Effective July 1, 2008			0.1	0.2
<b>Total:</b>	<b>2,664.9</b>	<b>2,994.0</b>	<b>2,879.2</b>	<b>2,978.5</b>
<b>State General Funds</b>	<b>2,664.9</b>	<b>2,994.0</b>	<b>2,726.6</b>	<b>2,820.6</b>
<b>Special Funds (Transportation Trust Fund)</b>	<b>0.0</b>	<b>0.0</b>	<b>152.6</b>	<b>157.9</b>
<i>Total on page iv, Statistical Summary of Tax Expenditures by Tax, excludes following which are included in above total.</i>				
Expense reimbursements while providing taxable detective resources	-0.2	-0.2	-0.2	-0.2
Separately stated Admissions & Amusement tax charges.	-0.2	-0.2	-0.2	-0.2
Sales of government documents, publications, etc.	-3.1	-3.5	-3.7	-3.7
Sales to the State and its political subdivisions	-312.5	-354.0	-348.7	-339.4
Long-term motor vehicle leases	-17.5	-19.1	-20.1	-20.3
Sales of motor fuel subject to the motor fuel or motor carrier tax excise tax	-416.5	-551.3	-435.3	-475.6
	-704.0	-650.0	-514.0	-552.0
Sales of vessels subject to the boat excise tax	-27.0	-26.8	-29.5	-29.8
Sales of certain communications services subject to the federal excise tax	-67.7	-75.4	-79.1	-79.8
Sales of buses for use in public transportation systems	-1.2	-1.3	-1.3	-1.2
<b>Total sales &amp; use tax excluding the above items</b>	<b>1,115.0</b>	<b>1,312.2</b>	<b>1,447.1</b>	<b>1,476.3</b>

**TOBACCO TAX**

Millions of Dollars

FY 07      FY 08      FY 09      FY 10

**Legal Reference: Art. TG Sec. 12-104**

Exemption from the tobacco tax for:

Cigarettes brought into the state in small quantities

No reliable estimate

Other tobacco products brought into the state in small quantities

No reliable estimate

Cigarettes for sale at post exchanges and commissaries

No reliable estimate

Other tobacco products for sale at post exchanges and commissaries

No reliable estimate

**Total**

**No reliable estimate**

**MOTOR VEHICLE REGISTRATION FEES**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TR Sec. 13-903**

**Exemption from registration fees for:**

Fire and rescue vehicles	0.3	0.3	0.3	0.3
Vehicles owned by U.S., Maryland or local governments	4.0	4.1	4.1	3.9

**Miscellaneous Exemptions for:**

Vehicles owned by disabled veterans Note: Under \$50,000 annually.		Negligible		
American Legion's "40-8 box car"		No reliable estimate		
Vehicles owned by the Red Cross		No reliable estimate		
Fire buff canteen wagons		No reliable estimate		
Reciprocal exemptions for out-of-state law enforcement vehicles		No reliable estimate		
School vehicles owned by religious organizations		No reliable estimate		
Civil Air Patrol vehicles		No reliable estimate		
Vehicles owned by veterans' organizations		No reliable estimate		
Total: Miscellaneous exemptions	0.3	0.3	0.3	0.3

<b>Total</b>	<b>4.6</b>	<b>4.7</b>	<b>4.7</b>	<b>4.5</b>
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Distribution:

Net State Special Funds	3.2	3.3	3.3	3.2
Local Governments	1.4	1.4	1.4	1.4

**PROPERTY TRANSFER TAX**

Millions of Dollars  
FY 07      FY 08      FY 09      FY 10

**Legal reference: Art. TP Sec. 13-203**

**Exemptions from state transfer tax for:**

Tax rate halved for first time Maryland home buyers	25.0	20.8	13.2	10.1
Miscellaneous Exemptions:	No reliable estimate			

**Legal reference: Art. TP Sec. 13-207**

Conversions of foreign entities to LLCs	No reliable estimate			
Corporate or partnership conveyances	No reliable estimate			
Mergers, consolidations or transfers from partnerships to LLCs	No reliable estimate			
Transfers of corporate property between related corporations	No reliable estimate			
Transfers upon conversion of joint ventures or sole proprietorships to an LLC	No reliable estimate			
Transfers of supplemental, prev recorded instruments/deeds for prior contract of sale	No reliable estimate			
Transfers between spouses, former spouses or relatives	No reliable estimate			
Transfers to governments or public agencies	No reliable estimate			
Transfers for cooperative housing corporations	No reliable estimate			
Judgments, orders of satisfaction or participation agreements	No reliable estimate			
Land installment contracts, options to purchase real prop or short-term leases	No reliable estimate			

<b>Total: State Special Funds</b>	<b>25.0</b>	<b>20.8</b>	<b>13.2</b>	<b>10.1</b>
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