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**LEGISLATIVE SESSION 2023**  
**UPDATES**  
**DELAWARE FED/STATE**  
**DECEMBER 5, 2023**

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Office of the Comptroller  
State of Maryland

Krista Sermon, Esq.: Deputy Director, Legal Division

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## Agenda

- Administrative Updates
- Forms Changes
- Pass-Through Entity Developments
- Cannabis
- Additions
- Subtractions
- Credits
- Sales and Use Tax
- Estate Tax
- Data Sharing and Security

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## Administrative

### Private Letter Rulings

- Publication in Maryland Register: **Friday, November 3**
- Last day for public comments: **Monday, December 4**
- Begin accepting petitions: **Tuesday, January 2**
  
- Procedures to be published in **December**

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## Administrative

### Private Letter Rulings – Who may petition?

- A person who is a party to the subject transaction
  - “Person” – an individual, receiver, trustee, guardian, personal representative, fiduciary, or representative; a partnership, firm association, corporation, other entity; a governmental entity or a unit or instrumentality of a governmental entity
- An authorized representative of a person (must submit Power of Attorney, Maryland Form 548)

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## Administrative

### Private Letter Rulings – General Requirements for a Petition

- Related to a specific and actual party and transaction; neither the party nor transaction may be hypothetical.
- Prospective
- Parties must be named.
- All material facts must be included.
- All legal authority must be included, including adverse authority.
- Exhibits are permitted.
- There is no charge to submit a petition.

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## Administrative

### Private Letter Rulings – Denial of PLR

- Comptroller may deny a petition if the additional information requested is not submitted by the due date
- Comptroller may deny a petition for cause:
  - Existing guidance or adequately addressed by statute, regulation, or Court decision
  - Issue is under extensive review or study
  - Issue is being considered in a rulemaking procedure, contested case, or other proceeding
  - Issue is subject of examination or audit
  - Designed to avoid taxation
  - Constitutional question
  - Law not yet enacted

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## Administrative

### Private Letter Rulings – Withdrawal, Issuance, Publication

- Petitioner may withdraw their petition anytime prior to issuance.
- PLR is binding on the Comptroller on the date of issuance.
- The Comptroller will determine which PLRs will be published.
- Comptroller will provide a redacted or anonymized draft for publication prior to publishing; petitioner will have opportunity to review for confidentiality.
- PLRs are only binding as to the petitioner. Published PLRs are informal guidance.

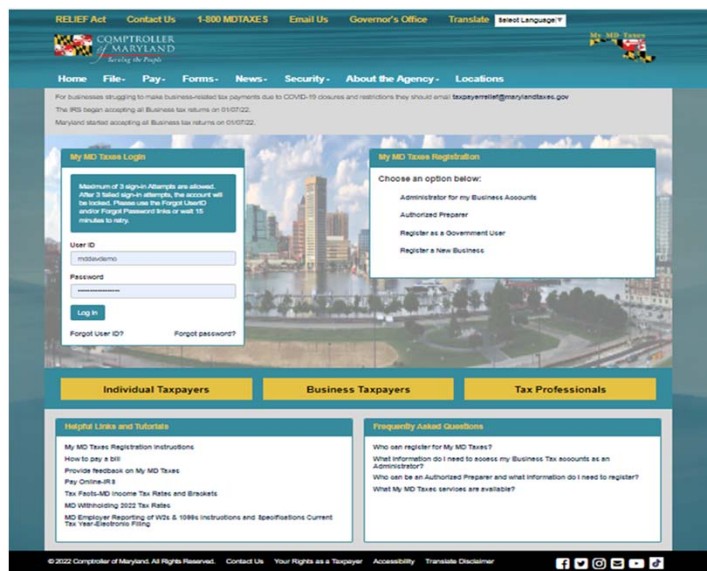
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## Administrative

- Modernization – Maryland Tax Connect and R2 Rollout
- Business Taxes may be filed through Maryland Tax Connect Portal
- More to come, stay tuned.



## Self Service Portal



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## Administrative

- Office of the Taxpayer Advocate:
- Senate Bill 660
  - Establishes an Office of Taxpayer Advocate
  - Requires head of Division to have background in customer service and experience representing individual taxpayers.
  - Minimum of 6 employees
  - Customer service

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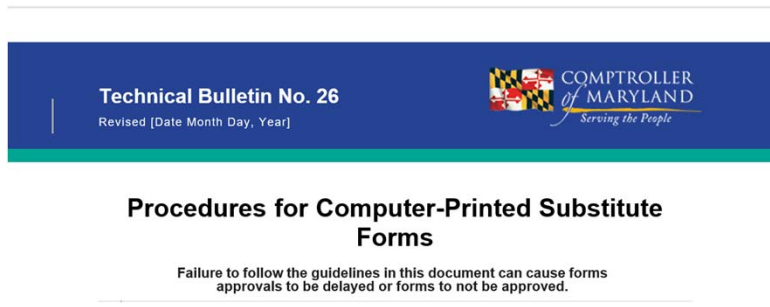
## Administrative

- Various “good government” bills passed this session:
  - Energy Conserving Standards
  - Prompt Payment of Grants
  - Board of Public Works Public Comment Act
  - Natural Resources Greenspace Equity Program
  - Minority Business Participation Goal Scorecard
  - Modernization of State Financial Systems

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## Administrative

- Public Guidance – Format Transition
  - Tax Alerts will remain Tax Alerts
  - Administrative Releases will become Technical Bulletins
    - Retain number when possible.
    - Remain searchable using “Administrative Release”



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## Pass Through Entity (PTE) Processing Challenges

- Enabling resident members of PTEs to pay tax State and Local income taxes through the business has had a huge impact on the Comptroller’s Office and is creating massive complications for taxpayers and tax professionals
- The challenge began with tax year 2020 – but the impact is pyramiding
  - We have made some improvements, but issues from prior years continue to create further challenges

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## Pass Through Entity (PTE) Processing Solutions

- 10 new FTEs to support PTE processing – TACORPORATE@marylandtaxes.gov
- Report that validates proper filings, payment, and documents included, reduces review time from 20 mins to 1 min – only works when all returns filed electronically
  - Worked on less than 20% of returns for TY2021
- 55k of new interactions are related to payments in wrong account type – new form for TY23 should resolve most of those
- Send letter to preparers with checklist, key check items:
  - File all payments and returns electronically;
  - Ensure addback
  - Ensure PTE has filed prior to Individual
  - Include digital K-1 with Individual Filing (readable by system)
- Stop sending underpayment and credit-denial notices until system accuracy is improved – exploring how we would do this
- Long Term – Design properly in new tax system

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## Big Change for Staff Interventions – PTE Credits

Tax Year 2019			
Entity Type	Transaction Type	Number of Transactions	Number of Interventions
PTE	Payment	74,948	8,190
PTE	Return	194,302	39,968
Individual	Return	NA	NA
<b>Total</b>		<b>269,250</b>	<b>48,158</b>

Tax Year 2021			
Entity Type	Transaction Type	Number of Transactions	Number of Interventions
PTE	Payment	117,944	64,579
PTE	Return	203,987	88,625
Individual	Return	32,040	67,401
<b>Total</b>		<b>353,971</b>	<b>220,605</b>

Notes: (1) 172,447 additional manual interventions – about 10 FTEs

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## Pass-Through Entity Developments

- Irrevocable Election
  - Made on the first filing of the year
    - 510/511D
    - 510/511E
    - 510 or 511
      - Cannot be changed on amended return
  - Election or nonelection made yearly

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## Pass Through Entity (PTE) Processing Solutions

- Irrevocable Election with First Filing or Payment

**MARYLAND FORM 510/511D** PASS-THROUGH ENTITY DECLARATION OF ESTIMATED INCOME TAX **2023**

OR FISCAL YEAR BEGINNING \_\_\_\_\_ 2023, ENDING \_\_\_\_\_

Federal Employer Identification Number (9 digits) \_\_\_\_\_

Name \_\_\_\_\_

Current Mailing Address Line 1 (Street No. and Street Name or PO Box) \_\_\_\_\_

Current Mailing Address Line 2 (Apartment No., Suite No., Floor No.) \_\_\_\_\_

City or town \_\_\_\_\_ State \_\_\_\_\_ ZIP Code \_\_\_\_\_

Foreign Country Name \_\_\_\_\_

Foreign Province/State/County \_\_\_\_\_

Foreign Postal Code \_\_\_\_\_

For Office Use Only  
 ME  YE  EC  EC

**USE THIS FORM TO REMIT ANY ESTIMATED PAYMENT DUE AT THIS TIME. IF FORMS ARE NEEDED TO MAKE ADDITIONAL INSTALLMENTS OF THE CURRENT TAX YEAR, SEE THE INSTRUCTIONS FOR MORE INFORMATION.**

**TYPE OF ENTITY** - Check the applicable box.  S Corporation  Partnership  Limited Liability Company  Business Trust

**IMPORTANT:** Review the instructions before completing this form. If you are using this form for subsequent estimated payments, you do not need to complete this worksheet if you previously have calculated the amount you need to pay each quarter.

Check here if you are a first time filer or your mailing address has changed.

Check here if PTE has made the irrevocable election for Tax Year 2023 to remit tax with respect to all members' shares.

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## Pass-Through Entity Developments

- *Comptroller of Maryland v. FC-GEN Operations Investments, LLC.*
  - Determined that the PTE itself was a proper claimant of a refund of estimated payments made on behalf of nonresident members.
  - Overpayment of estimated taxes must be refunded to the PTE.

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## Adult-Use Cannabis

- Sales Tax – 9%

**Line 12 Sales of cannabis products subject to 9% rate under Senate Bill 516 of 2023.**

"Cannabis" includes cannabis, cannabis concentrate, cannabis-infused products, and cannabis products.

**In box 12a** Enter the amount of sales of cannabis products that are subject to the 9% rate.

**In box 12** Enter the actual amount of tax you collected or should have collected on the sales of cannabis products, less any tax you properly refunded to your customers for cancelled sales.

- New licensing round November 13 – December 12. Lottery takes place on or before January 1, 2024.
- Revenue for the first quarter will be reported soon.

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## Maryland Tax Forms – General Changes

- TY 2023 Fill-in forms and the CY 2024 Withholding Guide will be available mid December at **marylandtaxes.gov**
- We have made a limited number of resident tax booklets available to libraries and branch offices.
- Personal Income tax filing deadline for tax year 2023: **April 15<sup>th</sup>, 2024**

## Maryland Tax Forms – Minimum Filing Levels

**MINIMUM FILING LEVELS TABLES**

<b>TABLE 1 MINIMUM FILING LEVELS FOR TAXPAYERS UNDER 65</b>		<b>TABLE 2 MINIMUM FILING LEVELS FOR TAXPAYERS 65 OR OVER</b>	
Single person (including dependent taxpayers) . . . . .	\$ 13,850	Single, age 65 or over . . . . .	\$ 15,700
Joint Return . . . . .	\$ 27,700	Joint Return, one spouse, age 65 or over . . . . .	\$ 29,200
Married persons filing separately. . . . .	\$ 13,850	Joint Return, both spouses, age 65 or over . . . . .	\$ 30,700
Head of Household . . . . .	\$ 20,800	Married filing separately, age 65 or over . . . . .	\$ 13,850
Qualifying surviving spouse . . . . .	\$ 27,700	Head of Household, age 65 or over . . . . .	\$ 22,650
		Qualifying surviving spouse, age 65 or over . . . . .	\$ 29,200

## Maryland Tax Forms – Resident Income Tax Return

- Investment income updated from \$10,300 to \$11,000 on line 1e.

<b>INCOME</b> See Instruction 11.	1. Adjusted gross income from your federal return . . . . .	▶ 1.	_____	00
	1a. Wages, salaries and/or tips . . . . .	▶ 1a.	_____	00
	1b. Earned income . . . . .	▶ 1b.	_____	00
	1c. Capital Gain or (loss) . . . . .	▶ 1c.	_____	00
	1d. Taxable Pensions, IRAs, Annuities (Attach Form 502R.) ▶ 1d.	_____	00	
1e. Place a "Y" in this box if the amount of your investment income is more than \$11,000 . ▶			<input type="checkbox"/>	



Adjusted for Inflation per Internal Revenue Service's Rev. Proc. 2022-38.

## Maryland Tax Forms – 2023 Standard Deduction

For each taxable year beginning after December 31, 2018, each minimum and maximum standard deduction shall be increased by an amount equal to the product of multiplying the minimum and maximum standard deduction limitation amount by the cost-of-living adjustment.

### STANDARD DEDUCTION WORKSHEET (16A)

If your filing status is:	
Single, Married filing separately or Dependent taxpayer	Married filing Jointly, Head of Household or Qualifying Surviving Spouse
<b>Worksheet 1</b>	<b>Worksheet 2</b>
Enter your income from line 16 of Form 502 . . . . . \$ _____	Enter your income from line 16 of Form 502 . . . . . \$ _____
If your income is: <span style="float: right;">▶ <b>Your standard deduction is:</b></span>	If your income is: <span style="float: right;">▶ <b>Your standard deduction is:</b></span>
\$11,333 or less . . . . . <b>\$ 1,700</b>	\$23,000 or less . . . . . <b>\$ 3,450</b>
or	or
If your income is between \$11,333 - \$17,000	If your income is between \$23,000 - \$34,333
Enter your income from above: . . . . . \$ _____	Enter your income from above: . . . . . \$ _____
Multiply by 15 percent (.15) . . . . . X <b>.15</b>	Multiply by 15 percent (.15) . . . . . X <b>.15</b>
This is your standard deduction . . . . . \$ _____	This is your standard deduction . . . . . \$ _____
or	or
If your income is: <span style="float: right;">▶ <b>Your standard deduction is:</b></span>	If your income is: <span style="float: right;">▶ <b>Your standard deduction is:</b></span>
\$17,000 or over . . . . . <b>\$ 2,550</b>	\$34,333 or over . . . . . <b>\$ 5,150</b>
Enter your standard deduction on line 17 of Form 502.	Enter your standard deduction on line 17 of Form 502.

## Maryland Tax Forms – Interest Rate 2024

- The 2024 annual interest rate is 10.0075% annually and 0.8339% per month

### § 13-604. Interest rates.

(a) The rate of interest for each month or fraction of a month is the percent equal to one-twelfth of the annual interest rate that the Comptroller sets for the calendar year under subsection (b) of this section.

(b) On or before October 1 of each year, the Comptroller shall set the annual interest rate for the next calendar year on refunds and money owed to the State as the percent that equals the greater of:

(1)

(i) 13% for 2016;

(ii) 12% for 2017;

(iii) 11.5% for 2018;

(iv) 11% for 2019;

(v) 10.5% for 2020;

(vi) 10% for 2021;

(vii) 9.5% for 2022; and

(viii) 9% for 2023 and each year thereafter; or

(2) 3 percentage points above the average prime rate of interest quoted by commercial banks to large businesses during the State's previous fiscal year, based on determination by the Board of Governors of the Federal Reserve Bank.

## Maryland Tax Forms – Bracketed Local Income Tax Rates

- Anne Arundel County and Frederick County have implemented bracketed local income tax rates.

\* **Anne Arundel Co.** The local tax rates for taxable year 2023 are as follows:

- (1) .0270 of an individual's Maryland taxable income of \$1 through \$50,000; and
- (2) .0281 of an individual's Maryland taxable income in excess of \$50,000.


Find the income range in the Anne Arundel County tax table (beginning on p. 33) that applies to the amount on line 20 of Form 502. If your taxable income is \$100,000 or more, use the Anne Arundel County Tax Computation Worksheet Schedule (19D) at the end of the tax table.

\*\* **Frederick Co.** The local tax rates for taxable year 2023 are as follows:

- (1) .0275 for taxpayers with Maryland taxable income of \$100,000 or less and a filing status of married filing joint, head of household, or qualifying surviving spouse with dependent child;
- (2) .0275 for taxpayers with Maryland taxable income of \$50,000 or less and a filing status of single, married filing separately, or dependent; and
- (3) .0296 for all other taxpayers.

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## Additions

- SB 240 – Addback of Out-of-State PTE Tax
  - t.  Members of pass-through entities that are taxed on net income at the entity level in another state. For this addition to apply, the resident taxpayer must be a member of a pass-through entity that (1) pays tax at the entity level in another state and (2) deducts the tax paid to the other state in determining its (the pass-through entity's) income under the Internal Revenue Code. A member of such a pass-through entity who claims a credit for taxes paid to another state on form 502CR, Part A, must include in the addition modification the portion of the credit for taxes paid to another state that represents tax the out-of-state pass-through entity paid on the member's pro rata share of income in that state and passed through to the member. For more information, see Administrative Release 42.
- SB 968 – Real Estate Investment Trusts – Alteration - Dividend Addback

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## Subtractions

- Resident Income Tax Return Instructions – Instruction 13
  - Pension Exclusion - Max \$36,200

**PENSION EXCLUSION COMPUTATION WORKSHEET (13A)**

Review carefully the age and disability requirements in the instructions before completing this worksheet. Use the separate **RETIRED FOREST/PARK/WILDLIFE RANGER PENSION EXCLUSION COMPUTATION WORKSHEET (13E)** if applicable.


	You	Spouse
1. Qualifying pension and retirement annuity included in your federal adjusted gross income (Do not include Social Security or Railroad Retirement) . . . . .	\$36,200	\$36,200
2. Maximum allowable exclusion . . . . .	\$36,200	\$36,200
3. Total benefits you received from Social Security and/or Railroad Retirement (Tier I and Tier II) . . . . .		
4. Tentative exclusion (Subtract line 3 from line 2.) (If less than 0, enter 0.) . . . . .		
5. Pension Exclusion (Enter the smaller of line 1 or 4 here and on line 10a, Form 502.) If you and your spouse both qualify for the pension exclusion, combine your allowable exclusions and enter the total amount on line 10a, Form 502 . . . . .		

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## Subtractions

- House Bill 2 – Union Dues

yc. Allows a subtraction modification against the Maryland income tax for union dues paid by an individual during the taxable year. . . . .yc. \_\_\_\_\_ 00

yc.  Union Dues. Enter the amount of dues you paid for union membership that is included in your federal adjusted gross income and that you would have been able to deduct on your federal return as an unreimbursed employee expense prior to tax year 2018. Do not include (1) the portion of any contributions that provide funds for the payment of sick, accident, or death benefits, (2) contributions to a pension fund even if the union requires you to make contributions, or (3) any amounts of the contribution that are related to certain lobbying and political activities. This includes any amounts the union uses to influence legislators or executive branch officials or to participate in any political campaign or other political activities. If your union engages in any of these activities, it should provide you with the percentage of your union dues that it uses to conduct these activities.  
  
Do not claim this subtraction if you are self-employed and you claimed your union dues as a business expense on your federal return.  
  
Retain all records of your payment of union dues, and make them available upon request by the Comptroller's office.

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## Subtractions

- House Bill 180 – Adoption Expenses

j. The amount added to taxable income for the use of an official vehicle by a member of a state, county or local police or fire department. The amount is listed separately on your W-2. . . . . j. \_\_\_\_\_  
k. Adoption of a child: \$12,000 if the child adopted has a special need under the SSA; \$10,000 for adoption of a child without a special need. . . . . k. \_\_\_\_\_  
l. Purchase and installation costs of certain enhanced agricultural management equipment. **Attach a copy of the certification.** . . . . . l. \_\_\_\_\_

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## Subtractions

- House Bill 1178 – Calvert County Length of Service Award Program
- House Bill 554/ Senate Bill 553 – Military Retirement Subtraction

u. Military Retirement Income. Individuals at least 55 years of age on the last day of the taxable year may claim up to \$20,000 of military retirement income, including death benefits, received in the taxable year. Individuals under the age of 55 on the last day of the taxable year may claim up to \$12,500 of military retirement income received in the taxable year. . . . u. \_\_\_\_\_ 00

## Subtractions

- Cannabis Subtraction

yb. Amount of ordinary and necessary expenses, including a reasonable allowance for salaries or compensation, paid or incurred during the taxable year in carrying on a trade or business as a State licensed medical cannabis grower, processor, dispensary, or any other cannabis establishment licensed by the State, if the deduction for ordinary and necessary expenses is disallowed under Section 280E of the Internal Revenue Code. Include your Cannabis Business License Number on the line provided.

## Credits/Checkoff

- House Bill 316/Senate Bill 354 – Income Tax Checkoff – Maryland Veterans Trust (begins tax year 2025)
- House Bill 471/Senate Bill 333 – RISE Zone Program – Alterations
- House Bill 547/Senate Bill 552 – Family Prosperity Act of 2023
  - Permanently extends the 2021 expansion of refundable Maryland EITC for individuals without qualifying children - 100% of federal EITC.
  - Permanently allows individuals with ITINs to claim EITC.

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## Credits/Checkoff

- House Bill 680 - Student Loan Debit Relief Tax Credits Alterations
  - 3 years to use credit or recaptured
  - Added recapture line on 502CR:

Part DD- Recapture of Previously Claimed Credits	
1. Recapture of Student Loan Debt Relief Tax Credit for 2020 (See Instructions). Enter this amount on line 21a of Form 502, line 32d of Form 505, or line 33a of Form 515	1. _____ 00

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## Credits/Checkoff

- House Bill 680 - Student Loan Debit Relief Tax Credits Alterations

**MARYLAND  
FORM  
502**

**RESIDENT INCOME  
TAX RETURN**



235020299

**2023**  
Page 3

Name \_\_\_\_\_ SSN \_\_\_\_\_

<b>MARYLAND TAX COMPUTATION</b>	<p><b>21. Maryland tax</b> (from Tax Table or Computation Worksheet Schedules I or II) . . . . . 21. _____ 00</p> <p><b>21a.</b> Recaptured credit from Part DD, line 1 of Form 502CR. (Attach Form 502CR) . . . . . 21a. _____ 00</p> <p><b>22.</b> Earned income credit (EIC) (See Instruction 18.) . . . . . ▶ 22. _____ 00</p> <p><input type="checkbox"/> Check this box if you are claiming the Maryland Earned Income Credit, but do not qualify for the federal Earned Income Credit.</p> <p><input type="checkbox"/> Check this box if you are claiming the Maryland Earned Income Credit with a qualifying child.</p>	00 00 00
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**1. STUDENT LOAN DEBT RELIEF TAX CREDIT.** If you have incurred at least \$20,000 in undergraduate or graduate student loan debt or both, you may qualify for this credit. See Form 502CR Instructions.

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## Credits/Checkoff

- Senate Bill 243 – Child and Dependent Care Tax Credit
- Restricts to resident

**MARYLAND  
FORM  
502CR**

**INCOME TAX CREDITS  
FOR INDIVIDUALS**  
Attach to your tax return.



23502C199

**2023**  
Page 2

NAME \_\_\_\_\_ SSN \_\_\_\_\_

**PART B - CREDIT FOR CHILD AND DEPENDENT CARE EXPENSES**

<p>1. Enter your federal adjusted gross income from line 1 of Form 502. . . . . 1. _____ 00</p> <p>2. Enter your federal Child and Dependent Care Credit from federal Form 2441 . . . . . 2. _____ 00</p> <p>3. Enter the decimal amount from the chart in the instructions that applies to the amount on line 1 . . . . . 3. _____</p> <p>4. Multiply line 2 by line 3. Enter here and on Part AA, line 2. . . . . ▶ 4. _____ 00</p>	00 00 00 00
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**b. CREDIT FOR CHILD AND DEPENDENT CARE EXPENSES.** **\*\*This credit is available to residents only.** If you were eligible for a Child and Dependent Care Credit on your federal income tax return and your income is below certain thresholds, you are entitled to a tax credit equal to a percentage of the federal credit. **You may also be entitled to a refundable credit.** See Form 502CR Instructions.

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## Credits/Checkoff

- Senate Bill 243 – Child and Dependent Care Tax Credit
  - Restricts to residents
- Senate Bill 452 – Film Production Activity Credit
  - Expands eligible activities
  - Expands and increases eligible costs, increases total credits available
- Senate Bill 721 – Credit for Federal Security Clearance Costs
  - Gap in years where credit allowed – not allowed in 2023
- House Bill 584 – Food Donation by Qualified Farms – sunset repealed

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## Credits/Checkoff

- Senate Bill 783 – Preservation and Reuse of Historic Complexes – Study and Alterations to Credit for Catalytic Revitalization Projects
- House Bill 1074/Senate Bill 624 – Automated External Defibrillator Tax Credit (Joe Sheva Act)

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## Sales and Use Tax

- Senate Bill 691 – Home Amenity Rentals – SUT Imposed and Local Tax Authorized
  - Effective July 2024
- House Bill 237/Senate Bill 174 – SUT Exemption for Redevelopment Areas in Baltimore County – extended through 2036

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## Sales and Use Tax – Form 202

- New Amended Checkbox.
- New physical location section added for revenue distribution by localities.
- Added line 12 to accommodate the new cannabis sales tax subject to a 9% tax rate, per Senate Bill 516.
- Line 23 has been updated to include cannabis tax to accommodate the use tax subject to a 9% tax rate, per Senate Bill 516.

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# Sales and Use Tax – Form 202

**MARYLAND FORM 202 SALES AND USE TAX RETURN**

43300197

CHECK HERE IF:  
 NAME OR ADDRESS HAS CHANGED (SEE INSTRUCTIONS)  FINAL RETURN (SEE INSTRUCTIONS)

Check this box if you are reporting sales or purchases subject to the 9% tax rate under Senate Bill 516 of 2022 on Line 12 or Line 23. You must report your physical location address and political subdivision for this reporting period. See Instruction A.

1.  Check here if you are a marketplace facilitator.  Check here if this is an amended return.

2.  Check here if you are a person that engages in the business of an out-of-state vendor and, in the previous calendar year or the current calendar year:  
 (1) You exceeded \$100,000 in gross sales of tangible personal property or taxable services delivered in the State or  
 (2) You sold tangible personal property or taxable services for delivery into the State in 200 or more separate transactions.

**Tax on Sales**

3. Gross sales (whole dollars only, taxable and non-taxable direct sales) ..... 3. \_\_\_\_\_

4. Sales subject to 4% rate (Excluding digital products) ..... 4. \_\_\_\_\_

5. Sales subject to 4% rate (Digital products) ..... 5a. \_\_\_\_\_

6. Sales subject to 12% rate (ESDs, Tobacco Pipes) ..... 6a. \_\_\_\_\_

7. Sales subject to 60% rate (Vaping Liquid) ..... 7a. \_\_\_\_\_

8. Car and motorcycle rentals and peer-to-peer car sharing subject to 11.5% rate ..... 8a. \_\_\_\_\_

9. Truck rentals and peer-to-peer car sharing subject to 9% rate ..... 9a. \_\_\_\_\_

10. Add Lines 8 and 9 and enter the total tax due on short-term rentals ..... 10. \_\_\_\_\_

11. Sales of alcoholic beverages subject to 9% rate ..... 11a. \_\_\_\_\_

12. Sales subject to the 9% rate under Senate Bill 516 of 2022 ..... 12a. \_\_\_\_\_

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# Sales and Use Tax – Form 202

**MARYLAND FORM 202 SALES AND USE TAX RETURN**

43300197

13. a. Add Lines 4, 5, 6, 7, 10, 11, and 12 and enter the total on this line. .... 13a. \_\_\_\_\_

b. Enter line 10 from Form 202F (see instructions). .... 13b. \_\_\_\_\_

Add lines 13a and 13b and enter the total ..... 13. \_\_\_\_\_

14. If timely - enter discount (see instructions). Maximum \$500.00 ..... 14. \_\_\_\_\_

15. Tax Credit - Qualified Job Training. Enter amount (see instructions) ..... 15. \_\_\_\_\_

16. Subtract Line 14 or 15 from Line 13 and enter the difference on this line ..... 16. \_\_\_\_\_

**Tax on Purchases**

17. Taxable purchase subject to the 6% rate ..... 17a. \_\_\_\_\_

18. Taxable purchases of truck rentals and peer-to-peer car sharing subject to the 9% rate ..... 18a. \_\_\_\_\_

19. Taxable purchase of alcoholic beverages subject to the 9% rate ..... 19a. \_\_\_\_\_

20. Taxable purchases of car and motorcycle rentals and peer-to-peer car sharing subject to the 11.5% rate ..... 20a. \_\_\_\_\_

21. Taxable purchases of ESDs and tobacco pipes subject to the 12% rate ..... 21a. \_\_\_\_\_

22. Taxable purchases of vaping liquid subject to the 60% rate ..... 22a. \_\_\_\_\_

23. Taxable purchases subject to the 9% rate under Senate Bill 516 of 2022 ..... 23a. \_\_\_\_\_

24. Total tax on purchases. Add the totals from lines 17, 18, 19, 20, 21, 22, and 23 and enter the total on this line. .... 24. \_\_\_\_\_

**Total Sales and Use Taxes**


25. Total taxes due (add Line 16 and 24). If the total is zero, see instructions. .... 25. \_\_\_\_\_


26. Refund due (see instructions) ..... 26. \_\_\_\_\_

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## Sales and Use Tax – Form 202F

- Reference on line 10 updated


**MARYLAND FORM 202F**



**SALES AND USE TAX RETURN FOR MARKETPLACE FACILITATORS**

23202F099

July 2023 - June 2024

**NAME OR ADDRESS HAS CHANGED** (attach completed Change of Name or Address Form)
  **FINAL RETURN** (attach completed Form 202F)

1. Gross sales facilitated into Maryland (Whole dollars only, taxable and non-taxable) . . . . . ▶ 1. \_\_\_\_\_

2. Facilitated sales subject to 6% rate (Excluding digital products) . . . . . ▶ 2a. \_\_\_\_\_ ▶ 2. \_\_\_\_\_

3. Sales subject to 6% rate (Digital products) . . . . . ▶ 3a. \_\_\_\_\_ ▶ 3. \_\_\_\_\_

4. Sales subject to 12% rate (ESDs, Tobacco Pipes) . . . . . ▶ 4a. \_\_\_\_\_ ▶ 4. \_\_\_\_\_

5. Sales subject to 60% rate (Vaping Liquid) . . . . . ▶ 5a. \_\_\_\_\_ ▶ 5. \_\_\_\_\_


6. Car and motorcycle rentals and peer-to-peer car sharing subject to 11.5% rate . . . . . ▶ 6a. \_\_\_\_\_ ▶ 6. \_\_\_\_\_

7. Truck rentals and peer-to-peer car sharing subject to 8% rate . . . . . ▶ 7a. \_\_\_\_\_ ▶ 7. \_\_\_\_\_

8. Add Lines 6 and 7 and enter the total tax due on short-term rentals . . . . . ▶ 8. \_\_\_\_\_

9. Sales of alcoholic beverages subject to 9% rate . . . . . ▶ 9a. \_\_\_\_\_ ▶ 9. \_\_\_\_\_

10. Add Lines 2, 3, 4, 5, 8 and 9 and enter the total on this line and on line 13b of Form 202 . . . . . ▶ 10. \_\_\_\_\_



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## Estate Tax

- Senate Bill 792 – Registered Domestic Partnerships
  - Established domestic partnerships
  - Repeals references to legitimacy/illegitimacy of children
  - Property passing from decedent to domestic partner is excluded from inheritance tax
- House Bill 179/Senate Bill 55 – Portability
  - Aligns time within which person must file estate tax return for electing portability of Deceased Spousal Unused Exclusion to IRS policy.
  - Currently 5 years
  - Applies retroactively

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## Data Sharing and Data Security

- House Bill 86/Senate Bill 189 – Disclosure of Tax Information to Maryland Small Business Retirement Savings Board
- House Bill 192/Senate Bill 269 – Disclosures by Financial Institutions
  - Allows Comptroller to request information from crypto financial institutions when enforcing liens.
- House Bill 236 – Homeowner Protection Program
  - Comptroller must provide the Treasury Ombudsman with telephone number of a homeowner for the purpose of administering the program
- House Bill 333/Senate Bill 404 – Medical Bill Reimbursement
  - Comptroller must share taxpayer data to support reimbursement program

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## Thank You

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