

SENATE BILL 393

Q5, R4

7lr0632

By: **Senator Manno**

Introduced and read first time: January 27, 2017

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Electric Vehicle Excise Tax Credit – Extension**

3 FOR the purpose of extending the date by which certain qualified plug-in electric drive
4 vehicles must be titled in order to be eligible for a certain credit against the motor
5 vehicle excise tax; extending for certain fiscal years a requirement to transfer a
6 certain amount from the Strategic Energy Investment Fund to the Transportation
7 Trust Fund to offset certain revenue reductions; extending for certain fiscal years
8 the authorization to issue a certain amount of motor vehicle excise tax credits; and
9 generally relating to the electric vehicle excise tax credit.

10 BY repealing and reenacting, with amendments,
11 Article – Transportation
12 Section 13–815
13 Annotated Code of Maryland
14 (2012 Replacement Volume and 2016 Supplement)

15 BY repealing and reenacting, with amendments,
16 Chapter 359 of the Acts of the General Assembly of 2014
17 Section 2

18 BY repealing and reenacting, with amendments,
19 Chapter 360 of the Acts of the General Assembly of 2014
20 Section 2

21 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
22 That the Laws of Maryland read as follows:

23 **Article – Transportation**

24 13–815.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



(a) In this section, “excise tax” means the tax imposed under § 13–809 of this subtitle.

(b) This section applies only to a plug-in electric drive vehicle that:

(1) Has not been modified from original manufacturer specifications;

(2) Is acquired for use or lease by the taxpayer and not for resale; and

(3) Is purchased new and titled for the first time on or after July 1, 2014, but before July 1, **[2017] 2022**.

(c) Subject to available funding, a credit is allowed against the excise tax imposed for a plug-in electric drive vehicle.

(d) The credit allowed under this section may not exceed the lesser of:

(1) The product of \$125 times the number of kilowatt-hours of battery capacity of the vehicle; or

(2) \$3,000.

(e) The credit allowed under this section is limited to the acquisition of:

(1) One vehicle per individual; and

(2) 10 vehicles per business entity.

(f) A credit may not be claimed under this section:

(1) For a vehicle unless the vehicle is registered in the State; or

(2) Unless the manufacturer has already conformed to any applicable State or federal laws or regulations governing clean-fuel vehicle or electric vehicle purchases applicable during the calendar year in which the vehicle is titled.

(g) The Motor Vehicle Administration shall administer the credit under this section.

Chapter 359 of the Acts of 2014

SECTION 2. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal years 2015, 2016, **[and] 2017, 2018, 2019, 2020, 2021, AND 2022**, respectively, the lesser of \$1,287,000 or the actual total amount of credits allowed against the excise tax shall be transferred from the Strategic Energy Investment Fund established under § 9–20B–05 of the State Government Article to the Transportation Trust Fund to offset a reduction in revenues from the vehicle excise tax credit for qualified

1 plug-in electric drive vehicles under § 13–815 of the Transportation Article, as enacted by
2 this Act. The total amount of credits allowed against the excise tax may not exceed
3 \$1,800,000 during the course of any fiscal year.

4 Chapter 360 of the Acts of 2014

5 SECTION 2. AND BE IT FURTHER ENACTED, That, notwithstanding any other
6 provision of law, for fiscal years 2015, 2016, [and] 2017, **2018, 2019, 2020, 2021, AND**
7 **2022**, respectively, the lesser of \$1,287,000 or the actual total amount of credits allowed
8 against the excise tax shall be transferred from the Strategic Energy Investment Fund
9 established under § 9–20B–05 of the State Government Article to the Transportation Trust
10 Fund to offset a reduction in revenues from the vehicle excise tax credit for qualified
11 plug-in electric drive vehicles under § 13–815 of the Transportation Article, as enacted by
12 this Act. The total amount of credits allowed against the excise tax may not exceed
13 \$1,800,000 during the course of any fiscal year.

14 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
15 1, 2017.