



COMPTROLLER  
*of* MARYLAND  
*Serving the People*

# MARYLAND 2010

## STATE & LOCAL TAX FORMS & INSTRUCTIONS

For filing personal state and local income taxes for full- or part-year Maryland residents

**Peter Franchot, Comptroller**

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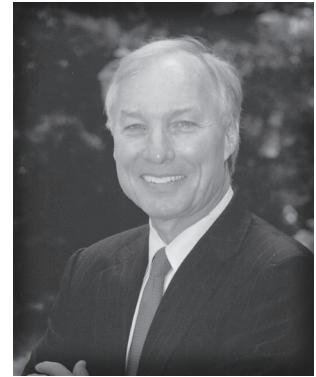
Formas en Español - Visite nuestro sitio Web en [www.marylandtaxes.com](http://www.marylandtaxes.com) para obtener formas e instrucciones en Español.

**NEW FOR 2010**

- New Contribution Fund
- New Business Credits
- Direct Deposits to more than one account
- Kids First Express Lane Eligibility Act
- New Subtractions from Income Form 502SU



COMPTROLLER  
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## A MESSAGE FROM COMPTROLLER PETER FRANCHOT

Dear Maryland Taxpayers:

Over the past year, we have completed another successful tax season. Our commitment to serving you and making the process of filing taxes easier and more efficient is stronger than ever.

I am pleased to report we processed more than 2.9 million tax returns – including more than 1.7 million electronically filed returns – and issued 2.2 million refunds, totaling more than \$2.2 billion. This is an increase of nearly 6 percent in electronically filed returns compared to last year.

This year, I encourage you to file individual state taxes electronically using our agency's iFile program. It is the safest, fastest and easiest way to file taxes and saves the state significant money in processing costs. Most importantly, it allows you to receive a refund within 72 hours should you choose the direct deposit option.

Upon selecting the icon on our Web site, iFile offers easy, step-by-step assistance in completing your Maryland income tax return for FREE. If you are more comfortable with in-person tax preparation, we continue to offer free, state tax assistance available at all of the agency's 12 taxpayer service offices. Check out [www.marylandtaxes.com](http://www.marylandtaxes.com) for office locations.

I am proud of the long-standing tradition of excellence by our 1,100 employees of this agency. Every day they work to ensure you receive the knowledge and timely service you deserve as taxpayers.

As Comptroller, I pledge to make filing taxes easier. I will continue to be an independent voice and fiscal watchdog, always looking out for the long-term fiscal health of our great state.

Peter Franchot

## NEW FOR 2010

- **New Form 502SU** has been created for Subtractions from Income. See Instruction 13 for details.
- New subtraction to cover certain costs related to nitrogen removal technology. See Instruction 13 code letter ff.
- **Clean Energy Incentive Tax Credit** Businesses or individuals who qualify for this tax credit will now be entitled to a refund for the amount by which the credit exceeds the tax liability on the Maryland return.
- **Jobs Creation and Recovery Tax Credit** Businesses that operate or conduct business in Maryland that hire certain unemployed workers for newly-created or certain vacant positions in Maryland may be entitled to this new refundable tax credit. See Form 500CR and instructions.
- **Sustainable Communities Tax Credit** Effective June 1, 2010 the Sustainable Communities Tax Credit replaces the Heritage Structure Rehabilitation Tax Credit. Form 502S provides for a slightly expanded credit for qualified businesses and individuals and is applicable for credit applications received by the Maryland Historical Trust on or after June 1, 2010. Form 502H will continue to be used for credit applications received by the Maryland Historical Trust prior to June 1, 2010.
- **Kids First Express Lane Eligibility Act:** We have included a check box on the Forms 502 & 503 to authorize sharing your tax information with the Medical Assistance Program for help enrolling eligible dependent children in affordable health care programs.

## FILING ELECTRONICALLY



- **Go Green! eFile** saves paper. In addition, you will receive your refund faster, receive an acknowledgement that your return has been received, and if you owe - you can extend your payment date until April 30th if you both eFile and make your payment electronically.
- **Security:** Your information is transmitted securely when you choose to file electronically. It is protected by several security measures, such as multiple firewalls, state of the art threat detection and encrypted transmissions.
- **iFile:** Free internet filing is available for Maryland income tax returns with no limitation. Visit [www.marylandtaxes.com](http://www.marylandtaxes.com) and click iFile for eligibility.
- **PC Retail Software:** Check the software requirements to determine eFile eligibility before you purchase commercial off-the-shelf software. Use software or link directly to a provider site to prepare and file your return electronically.
- **eFile:** Ask your professional tax preparer to eFile your return. You may use any tax professional who participates in the Maryland Electronic Filing Program.
- **IRS Free File:** Free internet filing is available for federal income tax returns; some income limitations may apply. Visit [www.irs.gov](http://www.irs.gov) for eligibility. Fees for state tax returns may also apply; however, you can always return to [www.marylandtaxes.com](http://www.marylandtaxes.com) to use the free iFile internet filing for Maryland income tax returns after using the IRS Free File for your federal return.

## AVOID COMMON ERRORS

- **Social Security Numbers:** Enter each Social Security number in the space provided at the top of your tax return. Also enter the Social Security number for children and other dependents. The Social Security number will be validated by the IRS before the return has completed processing.
- **Local Tax:** Use the correct local income tax rate for where you lived on December 31, 2010. See Instruction 19.
- **Original Return:** Please send only your original completed Maryland tax return. Photocopies can delay processing of your refund. **If you filed electronically, do not send a paper return.**
- **Federal Forms:** Do not send federal forms, schedules, or copies of federal forms or schedules.

- **Photocopies:** Remember to keep copies of all federal forms and schedules and any other documents that may be required later to substantiate your Maryland return.
- **Ink:** Use only **blue** or **black** ink to complete your return. Do not use pencil.
- **Attachments:** Please make sure to send all wage statements such as W2s and 1099s. Ensure that the state tax withheld is readable on all forms.
- **Colored Paper:** Do not print the Maryland return on colored paper.
- **Bar Codes:** Do not staple or destroy the bar code.

## GETTING HELP

- **Tax Forms, Tax Tips, Brochures and Instructions:** These are available online at [www.marylandtaxes.com](http://www.marylandtaxes.com) and at many libraries, post offices and branch offices of the Comptroller (see back cover). For forms only, call 410-260-7951.
- **Telephone:** February 1 - April 18, 2011, 8:00 a.m. until 8:00 p.m., Monday through Friday.  
From central Maryland, call 410-260-7980. From other locations, call 1-800-MDTAXES (1-800-638-2937).
- **E-mail:** Contact [taxhelp@comp.state.md.us](mailto:taxhelp@comp.state.md.us)
- **Extensions:** To telefile an extension, call 410-260-7829; to file an extension online, visit [www.marylandtaxes.com](http://www.marylandtaxes.com).

## RECEIVING YOUR REFUND



- **Direct Deposit:** To have your refund deposited in your bank or other financial account, enter your account and routing numbers at the bottom of your return.



- **Deposit of Income Tax Refund to more than one account:** New Form 588 has been created to allow income tax refunds to be deposited to more than one account. See instruction 22 for more information.



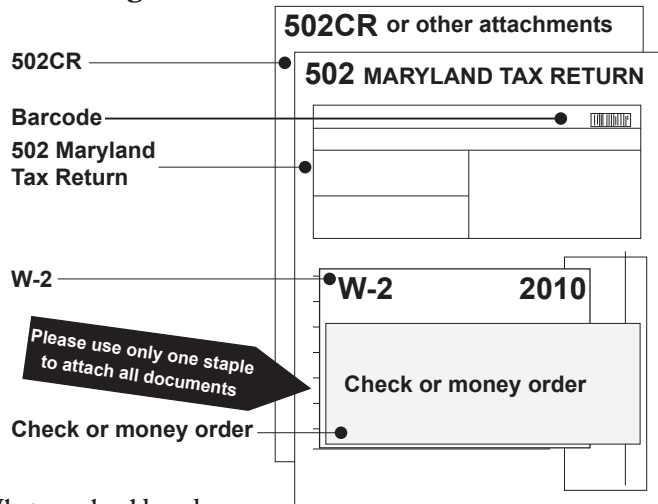
- Check with your financial institution to make sure your direct deposit will be accepted and to get the correct routing and account numbers. The State of Maryland is not responsible for a lost refund if you enter the wrong account information.

- **Check:** Unless otherwise requested, we will mail you a paper check.
- **Refund Information:** To request information about your refund, see On-Line Services at [www.marylandtaxes.com](http://www.marylandtaxes.com), or call 410-260-7701 from central Maryland. From other locations, call 1-800-218-8160

## PAYING YOUR TAXES

- **Direct Debit:** If you file electronically and have a balance due, you can have your income tax payment deducted directly from your bank account. This free service allows you to choose your payment date, anytime until April 30, 2011. Visit [www.marylandtaxes.com](http://www.marylandtaxes.com) for details.
- **Bill Pay Electronic Payments:** If your paper or electronic tax return has a balance due, you may pay electronically at [www.marylandtaxes.com](http://www.marylandtaxes.com) by selecting BillPay. The amount that you designate will be debited from your bank or financial institution on the date that you choose.
- **Checks and Money Orders:** Make check or money order payable to Comptroller of Maryland. We recommend you include your Social Security number on your check or money order.
- **Major Credit Cards:** Pay your balance due, estimated tax or extension payment with MasterCard®, VISA®, Discover® or AmericanExpress®. If you filed a 2009 Maryland income tax return, call 1-800-2PAYTAX<sup>SM</sup> (1-800-272-9829) and enter Jurisdiction Code 3000 when prompted or visit [www.officialpayments.com](http://www.officialpayments.com). If you did not file a Maryland return in 2009, you must make your credit card payment online at [www.officialpayments.com](http://www.officialpayments.com). Both options will be processed by Official Payments Corporation, a private credit card payment services provider. A convenience fee will be charged to your credit card. The state will not receive this fee. You will be informed of the exact amount of the fee before you complete your transaction. After you complete your transaction, you will be given a confirmation number to keep with your records.

## Assembling Your Return



### What you should send:

- Your **original**, completed Maryland income tax return (Form 502 or 503)
- Form 588 if you elect to have your refund direct deposited to more than one account
- W-2(s)/1099(s) showing Maryland tax withheld
- If you have a balance due, a check or money order payable to Comptroller of Maryland with your Social Security number on the check or money order
- Maryland schedules or other documents that may be required according to the instructions if you claim certain credits or subtractions; such as 500CR, 500DM, 502CR, 502H, 502TP, 502UP, 502V, 502S, 502SU
- A copy of the tax return you filed in the other state if you're claiming a tax credit on Form 502CR, Part A

### Do not send:

- Photocopies of your Maryland return
- Federal forms or schedules
- Any forms or statements not requested
- Returns by fax
- Returns on colored paper
- Returns completed in pencil
- Returns with the bar code stapled or destroyed

## Maryland Cancer Fund

Use Line 39 and join the fight against cancer in Maryland.

Contributions to the Maryland Cancer Fund can support cancer:

- Prevention
- Screening and Education
- Treatment
- Research

It's easy:

1. Enter the amount you wish to donate on Line 39.
2. That amount will be deducted from your refund or will be added to your tax payment.

For more information, Call the Maryland Department of Health and Mental Hygiene at 1-800-477-9774

*\*Note: Use Line 15 on Form 503*



[www.mdccancerfund.org](http://www.mdccancerfund.org)

## SUPPORT THE BAY

# CHECK LINE 37 on your tax form.

Acres of wetlands restored, thousands of trees planted, dozens of endangered animals and plants protected. Give \$1 or \$1,000 to keep the Bay healthy.

It's this easy:

1. Enter the amount you wish to donate on line 37\*.
2. That amount will be deducted from your refund or added to your tax payment.
3. The donation is tax deductible in the following year.

Donations are split evenly between the Chesapeake Bay Trust and the Wildlife and Heritage Division of the Department of Natural Resources. For more information, call the Chesapeake Bay Trust at 410.974.2941.

*\*Use line 13 on Form 503.*



## Developmental Disabilities Administration Waiting List Equity Fund

Enter your contribution on Line 38 on Resident Form 502 to assist Maryland citizens with developmental disabilities.

Help Marylanders who have severe, chronic disabilities.

**Waiting List Equity Fund** contributions support:

- Individual and family support services;
- Employment or integrated day services; and
- Supported living arrangements

*It's easy:*

1. Enter the amount you wish to donate on Line 38.
2. It will be deducted from your refund or added to your tax payment.

For more information, call 1-877-463-3464.

Note: Use Line 14 on Resident Form 503; **use Line 40 on Nonresident Form 505, or use Line 34 on Fiduciary Form 504.**



Maryland Developmental  
Disabilities Administration  
[www.ddamaryland.org](http://www.ddamaryland.org)



Print Using  
Blue or Black Ink OnlyCheck Only  
One Box

Your first name		Initial	Last name		SOCIAL SECURITY NUMBER (REQUIRED)			
Spouse's first name		Initial	Last name		SPOUSE'S SOCIAL SECURITY NUMBER (REQUIRED)			
Present address (No. and street)					City or town		State	ZIP code
Name of county and incorporated city, town or special taxing area in which you were a resident on the last day of the taxable period. (See Instruction 6)					Maryland county		City, town or taxing area	

**YOUR FILING STATUS**—See Instruction 1 to determine if you are required to file.

- |   |   |
|---|---|
| 1. <input type="checkbox"/> Single (If you can be claimed on another person's tax return, use Filing Status 6.) | 4. <input type="checkbox"/> Head of household   |
| 2. <input type="checkbox"/> Married filing joint return or spouse had no income                                 | 5. <input type="checkbox"/> Qualifying widow(er) with dependent child                           |
| 3. <input type="checkbox"/> Married filing separately   | 6. <input type="checkbox"/> Dependent taxpayer (Enter 0 in Exemption Box (A)—See Instruction 7) |

SPOUSE'S SOCIAL SECURITY NUMBER

**EXEMPTIONS**—See Instruction 10

- |                                       |                                 |  |  |
|---------------------------------------|---------------------------------|--|--|
| (A) Yourself <input type="checkbox"/> | Spouse <input type="checkbox"/> | (B) Check here if you are:   | Spouse is:   |
|                                       |                                 | <input type="checkbox"/> 65 or over <input type="checkbox"/> Blind | <input type="checkbox"/> 65 or over <input type="checkbox"/> Blind |
|                                       |                                 | <b>Exemption Amount</b>  |  |

- |   |                          |                     |    |
|---|--------------------------|---------------------|----|
| (A) Enter No. Checked.....                            | <input type="checkbox"/> | × \$3,200           | \$ |
| (B) Enter No. Checked.....                            | <input type="checkbox"/> | × \$1,000           | \$ |
| (C) Enter No. Checked in Columns 6 & 7.....           | <input type="checkbox"/> | × \$3,200           | \$ |
| (D) Enter the Total Exemptions (Add A, B, and C)..... | <input type="checkbox"/> | <b>Total Amount</b> | \$ |

(C) Dependents:			(4) Check if Dep. under age 19	(5) If (4) is checked, does child have health insurance now?	(6) Regular	(7) 65 or Over
(1) First name	Last name	(2) Social Security number	(3) Relationship	Yes	No	

☐ Check here if you authorize us to share your tax information with the Medical Assistance Program for help finding health insurance.

1. Adjusted gross income from your federal return (See Instruction 11) (If amount is \$100,000 or more, stop and use Form 502).....	1	
1a. Wages, salaries and/or tips (See Instruction 11).....	1a	
2. Standard deduction (See Instruction 16).....	2	
3. Net income (Subtract line 2 from line 1).....	3	
4. Exemption amount as computed above.....	4	
5. Taxable net income (Subtract line 4 from line 3. GO TO TAX TABLE).....	5	
6. Maryland tax from Tax Table.....	6	
7. Earned income credit ▶ 7a <input type="checkbox"/> Poverty level credit ▶ 7b <input type="checkbox"/> (See Instruction 18) Total.....	7	
8. Maryland tax after credits (Subtract line 7 from line 6) If less than 0, enter 0.....	8	
9. Local tax (See Instruction 19 for tax rates and worksheet) Multiply line 5 by your local tax rate . 0.....	9	
10. Local: Earned income credit ▶ 10a <input type="checkbox"/> Poverty level credit ▶ 10b <input type="checkbox"/> (See Instruction 19) Total.....	10	
11. Local tax after credits (Subtract line 10 from line 9) If less than 0, enter 0.....	11	
12. Total Maryland and local tax (Add lines 8 and 11).....	12	
13. Contributions to Chesapeake Bay and Endangered Species Fund.....	13	
14. Contributions to Developmental Disabilities Waiting List Equity Fund.....	14	
15. Contributions to Maryland Cancer Fund.....	15	
16. Total Maryland income tax, local income tax and contributions (Add lines 12 through 15).....	16	
17. Total Maryland and local tax withheld (Enter total from and attach your W-2 and 1099 forms if MD tax is withheld).....	17	
18. Refundable earned income credit (from worksheet in Instruction 21).....	18	
19. Total payments and credit (Add lines 17 and 18).....	19	
20. Balance due (If line 16 is more than line 19, subtract line 19 from line 16).....	20	
21. Overpayment (If line 16 is less than line 19, subtract line 16 from line 19) See line 24..... This is your REFUND	21	
22. Interest charges from Form 502UP <input type="checkbox"/> or for late filing <input type="checkbox"/> (See Instruction 22) Total.....	22	
23. TOTAL AMOUNT DUE (Add lines 20 and 22)..... IF \$1 OR MORE, PAY IN FULL WITH THIS RETURN	23	

For credit card or electronic payment check here ☐ and see Instruction 24.**DIRECT DEPOSIT OF REFUND** (See Instruction 22) Please be sure the account information is correct. For Splitting Direct Deposit, see Form 588.In order to comply with new banking rules, please, check ☐ here if this refund will go to an account outside the United States. If checked, see Instruction 22.24. For the direct deposit option, complete the following information clearly and legibly. 24a. Type of account: ☐ Checking ☐ Savings

24b. Routing Number (9-digit) ▶

24c. Account number ▶

Daytime telephone no.	Home telephone no.	CODE NUMBERS (3 digits per box)

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements and to the best of my knowledge and belief it is true, correct and complete. If prepared by a person other than taxpayer, the declaration is based on all information of which the preparer has any knowledge. Check here ☐ if you authorize your preparer to discuss this return with us. Check ☐ here if you authorize your paid preparer not to file electronically. Check ☐ here if you would prefer to receive your 1099G Income Tax Refund statement electronically.

Make checks payable and mail to: **Comptroller of Maryland, Revenue Administration Division, Annapolis, Maryland 21411-0001**  
It is recommended that you include your Social Security number on check.

Your signature

Date

Preparer's SSN or PTIN (required by law)

Signature of preparer other than taxpayer

Spouse's signature

Date

Address and telephone number of preparer



## WHO MAY USE THIS FORM?

You may use this short form (Form 503) if you answer "NO" to ALL of these questions:

- |  |   |
|--|---|
| YES NO   | YES NO  |
| 1. <input type="checkbox"/> <input type="checkbox"/> Is your federal adjusted gross income \$100,000 or more?  | 5. <input type="checkbox"/> <input type="checkbox"/> Are you claiming a tax credit on Maryland Form 500CR or Form 502CR?                  |
| 2. <input type="checkbox"/> <input type="checkbox"/> Will you have any Additions to Income or Subtractions from Income on your Maryland return? If you are eligible for a subtraction, such as the <b>pension exclusion</b> , it will be to your benefit to use Form 502. If you have a state pickup amount on your Form W-2, you must use Form 502. | 6. <input type="checkbox"/> <input type="checkbox"/> Were you a nonresident of Maryland?  |
| 3. <input type="checkbox"/> <input type="checkbox"/> Do you want to itemize deductions?  | 7. <input type="checkbox"/> <input type="checkbox"/> Were you a part-year resident of Maryland?   |
| 4. <input type="checkbox"/> <input type="checkbox"/> Did you make estimated payments in 2010; have part or all of your 2009 refund applied to your 2010 estimated account; or make a payment with an extension request, Form 502E?   | 8. <input type="checkbox"/> <input type="checkbox"/> Does your return cover less than a 12- month period?                                 |
|  | 9. <input type="checkbox"/> <input type="checkbox"/> Were you a fiscal year taxpayer?   |
|  | 10. <input type="checkbox"/> <input type="checkbox"/> Will you want part or all of your refund credited to next year's estimated account? |



OR FISCAL YEAR BEGINNING 2010, ENDING

Print Using  
Blue or Black Ink OnlyCheck Only  
One Box

Your first name		Initial	Last name	
Spouse's first name		Initial	Last name	
Present address (No. and street)			City or town	State ZIP code
Name of county and incorporated city, town or special taxing area in which you were a resident on the last day of the taxable period. (See Instruction 6)			Maryland county	City, town or taxing area

SOCIAL SECURITY NUMBER (REQUIRED)

SPOUSE'S SOCIAL SECURITY NUMBER (REQUIRED)

## YOUR FILING STATUS—See Instruction 1 to determine if you are required to file.

1. ☐ Single (If you can be claimed on another person's tax return, use Filing Status 6.)  
2. ☐ Married filing joint return or spouse had no income  
3. ☐ Married filing separately  
4. ☐ Head of household  
5. ☐ Qualifying widow(er) with dependent child  
6. ☐ Dependent taxpayer (Enter 0 in Exemption Box (A)—See Instruction 7)

PART-YEAR RESIDENT: If you began or ended legal residence in Maryland in 2010 place a **P** in the box (See Instruction 26).

Give dates of Maryland Residence

MO DAY YR TO MO DAY YR

FROM

TO

Other state of residence

MILITARY: If you or your spouse has non-Maryland military income, place an **M** in the box. Enter amount here

(See Instruction 26).

## EXEMPTIONS—See Instruction 10

(A) Yourself ☐ Spouse ☐ (B) Check here if you are: 65 or over ☐ Blind ☐ Spouse is: 65 or over ☐ Blind ☐

Exemption Amount

(A) Enter No. Checked. ☐ See Instruction 10 \$(B) Enter No. Checked. ☐ × \$1,000 \$(C) Enter No. Checked in Columns 6 & 7 ☐ See Instruction 10 \$(D) Enter the Total Exemptions (Add A, B, and C) ☐ Total Amount \$

(C) Dependents:			(4) Check if Dep. under age 19	(5) If (4) is checked, does child have health insurance now?	(6) Regular	(7) 65 or Over
(1) First name	Last name	(2) Social Security number	(3) Relationship	Yes	No	

☐ Check here if you authorize us to share your tax information with the Medical Assistance Program for help finding health insurance.

## INCOME

1. Adjusted gross income from your federal return (See Instruction 11) 1

1a. Wages, salaries and/or tips (See Instruction 11) 1a

## ADDITIONS TO INCOME (See Instruction 12)

2. Tax-exempt interest on state and local obligations (bonds) other than Maryland  
3. State retirement pickup  
4. Lump sum distributions (from worksheet in Instruction 12)  
5. Other additions (Enter code letter(s) from Instruction 12)  
6. Total additions to Maryland income (Add lines 2 through 5)  
7. Total federal adjusted gross income and Maryland additions (Add lines 1 and 6)

## SUBTRACTIONS FROM INCOME (See Instruction 13)

8. Taxable refunds, credits or offsets of state and local income taxes included in line 1 above  
9. Child and dependent care expenses  
10. Pension exclusion from worksheet in Instruction 13  
11. Taxable Social Security and RR benefits (Tier I, II and supplemental) included in line 1 above  
12. Income received during period of nonresidence (See Instruction 26)  
13. Subtractions from attached Form 502SU (See Instruction 13)  
14. Two-income subtraction from worksheet in Instruction 13  
15. Total subtractions from Maryland income (Add lines 8 through 14)  
16. Maryland adjusted gross income (Subtract line 15 from line 7)

## DEDUCTION METHOD See Instruction 16 (All taxpayers must select one method and check the appropriate box)

STANDARD DEDUCTION METHOD (Enter amount on line 17)

ITEMIZED DEDUCTION METHOD (Complete lines 17a and 17b)

Total federal itemized deductions (from line 29, federal Schedule A)

State and local income taxes included in federal Schedule A, line 5

Subtract line 17b from line 17a and enter amount on line 17.

17. Deduction amount (Part-year residents see Instruction 26 (l and m)) 17

18. Net income (Subtract line 17 from line 16) 18

19. Exemption amount from Exemptions area above (See Instruction 10) 19

20. Taxable net income (Subtract line 19 from line 18) 20

Place  
CHECK  
or  
MONEY  
ORDER  
on top of  
your W-2  
wage and  
tax  
statements  
and  
ATTACH  
HERE  
with ONE  
staple.

**MARYLAND TAX COMPUTATION**

23.	Amount from line 20 (taxable net income) GO TO TAX TABLE in the Resident Booklet. Enter the tax on line 24 .....
24.	<b>Maryland tax</b> (from Tax Table or Computation Worksheet Schedules I or II).....
25.	Earned income credit ( $\frac{1}{2}$ of federal earned income credit. See Instruction 18).....
26.	Poverty level credit (See Instruction 18).....
27.	Other income tax credits for individuals from Part G, line 8 of Form 502CR (Attach Form 502CR).....
28.	Business tax credits (Attach Form 500CR).....
29.	Total credits (Add lines 25 through 28).....
30.	<b>Maryland tax</b> after credits (Subtract line 29 from line 24) If less than 0, enter 0. ....

Dollars

Cents

23	
24	
25	
26	
27	
28	
29	
30	

### LOCAL TAX COMPUTATION

31. Local tax (See Instruction 19 for tax rates and worksheet.) **Multiply line 23 by your local tax rate** 0 0 0 0 or use the Local Tax Worksheet . . . . .

32. Local earned income credit (from Local Earned Income Credit Worksheet in Instruction 19) . . . . .

33. Local poverty level credit (from Local Poverty Level Credit Worksheet in Instruction 19) . . . . .

34. Total credits (Add lines 32 and 33) . . . . .

35. **Local tax** after credits (Subtract line 34 from line 31) If less than 0, enter 0 . . . . .

31	
32	
33	
34	
35	

36. Total Maryland and local tax (Add lines 30 and 35) . . . . .

37. Contribution to Chesapeake Bay and Endangered Species Fund (See Instruction 20) . . . . .

38. Contribution to Developmental Disabilities Waiting List Equity Fund (See Instruction 20). . . . .

39. Contribution to Maryland Cancer Fund (See Instruction 20) . . . . .

40. **Total Maryland income tax, local income tax and contributions (Add lines 36 through 39)** . . . . .

36	
37	
38	
39	
40	

41.	Total Maryland and local tax withheld (Enter total from and <b>attach your W-2 and 1099 forms if MD tax is withheld</b> )	.....
42.	2010 estimated tax payments, amount applied from 2009 return, payment made with an extension request, and Form MW506NRS	.....
43.	Refundable earned income credit (from worksheet in Instruction 21)	.....
44.	Refundable income tax credits from Part H, line 6 of Form 502CR (Attach Form 502CR. See Instruction 21)	.....
45.	Total payments and credits (Add lines 41 through 44)	.....

41	
42	
43	
44	
45	

46. Balance due (If line 40 is more than line 45, subtract line 45 from line 40) .....

47. Overpayment (If line 40 is less than line 45, subtract line 40 from line 45) .....

46 \_\_\_\_\_

47 \_\_\_\_\_

**48. Amount of overpayment TO BE APPLIED TO 2011 ESTIMATED TAX** ..... **48**

**49.** Amount of overpayment **TO BE REFUNDED TO YOU** (Subtract line 48 from line 47) See line 52. ....

**REFUND ▶**

49

**50.** Interest charges from Form 502UP \_\_\_\_\_ or for late filing \_\_\_\_\_ (See Instruction 22) Total . . . .

50

**51. TOTAL AMOUNT DUE** (Add lines 46 and 50) ..... **IF \$1 OR MORE, PAY IN FULL WITH THIS RETURN**

51

For credit card or electronic payment check here ☐ and see Instruction 24.

**DIRECT DEPOSIT OF REFUND** (See Instruction 22) Please be sure the account information is correct. **For Splitting Direct Deposit**, see Form 588.

In order to comply with new banking rules, please, check ☐ here if this refund will go to an account outside the United States. If checked, see Instruction 22.

For the direct deposit option, complete the following information clearly and legibly.

**52a.** Type of account: ☒ Checking ☐ Savings

**52b. Routing Number**  
(9-digit) ▶

**52c.** Account number

Daytime telephone no.

Home telephone no.

CODE NUMBERS (3 digits per box)

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements and to the best of my knowledge and belief it is true, correct and complete. If prepared by a person other than taxpayer, the declaration is based on all information of which the preparer has any knowledge. Check here ☐ if you authorize your preparer to discuss this return with us. Check ☐ here if you authorize your paid preparer not to file electronically. Check ☐ here if you would prefer to receive your 1099G Income Tax Refund statement electronically.

Make checks payable and mail to: **Comptroller of Maryland, Revenue  
Administration Division, Annapolis, Maryland 21411-0001**  
It is recommended that you include your  
**Social Security number on check.**

.....  
Your signature

Date

Preparer's SSN or PTIN (required by law)

Signature of preparer other than taxpayer

Spouse's signature

Date

Address and telephone number of preparer



Print Using  
Blue or Black Ink Only

Your first name	Initial	Last name
<hr/>		
Spouse's first name	Initial	Last name
<hr/>		

SOCIAL SECURITY NUMBER (REQUIRED)

SPOUSE'S SOCIAL SECURITY NUMBER (REQUIRED)

**Subtractions from income. Determine which subtractions from income apply to you. See Instruction 13 in Resident Booklet for more information.**

- |   |   |                          |
|---|---|--------------------------|
| a. Disability payments from a pension system to firemen and policemen for job-related injuries or disabilities (but not more than the amount included in your total income) .....                                 | a | <input type="checkbox"/> |
| b. Net allowable subtractions from income from pass-through entities not attributable to decoupling....   | b | <input type="checkbox"/> |
| c. Net subtractions from income reported by a fiduciary .....   | c | <input type="checkbox"/> |
| d. Distributions of accumulated income by a fiduciary, if income tax has been paid by the fiduciary to the State (but not more than the amount included in your total income) .....                               | d | <input type="checkbox"/> |
| e. Profit (without regard to losses) from the sale or exchange of bonds issued by the State or local governments of Maryland .....  | e | <input type="checkbox"/> |
| f. Benefits received from a Keogh plan on which State income tax was paid prior to 1967. Attach statement.....  | f | <input type="checkbox"/> |
| g. Amount of wages and salaries disallowed as a deduction due to the work opportunity credit allowed under the Internal Revenue Code Section 51 .....   | g | <input type="checkbox"/> |
| h. Expenses up to \$5,000 incurred by a blind person for a reader, or up to \$1,000 incurred by an employer for a reader for a blind employee.....  | h | <input type="checkbox"/> |
| i. Expenses incurred for reforestation or timber stand improvement of commercial forest land.....   | i | <input type="checkbox"/> |
| 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 W2 .....                      | j | <input type="checkbox"/> |
| k. Up to \$6,000 in expenses incurred by parents to adopt a child with special needs through a public or nonprofit adoption agency; up to \$5,000 for adoption of a child without special needs.....              | k | <input type="checkbox"/> |
| l. Purchase and installation costs of certain conservation tillage equipment. Attach a copy of the certification .....  | l | <input type="checkbox"/> |
| m. Deductible artist's contribution. Complete and attach Form 502AC.....  | m | <input type="checkbox"/> |
| n. Payment received under a fire, rescue, or ambulance personnel length of service award program that is funded by any county or municipal corporation of the State .....   | n | <input type="checkbox"/> |
| o. Value of farm products you donated to a gleaning cooperative. Attach a copy of the certification .....   | o | <input type="checkbox"/> |
| p. Overseas military subtraction (use worksheet from Instruction 13).....   | p | <input type="checkbox"/> |
| q. Unreimbursed vehicle travel expenses. Complete and attach Form 502V .....  | q | <input type="checkbox"/> |
| r. Amount of pickup contribution shown on Form 1099R from the State retirement or pension systems included in federal adjusted gross income.....  | r | <input type="checkbox"/> |
| s. Amount of interest and dividend income (including capital gain distributions) of a dependent child that is included in the parent's federal gross income under the Internal Revenue Code Section 1(g)(7) ..... | s | <input type="checkbox"/> |
| t. Relocation and assistance payments received from the State of Maryland under Title 12 Subtitle 2 of the Real Property Article.....   | t | <input type="checkbox"/> |
| u. Up to \$5,000 of military retirement income received by a qualifying individual during the tax year. See Instruction 13 on who is a qualifying individual.....   | u | <input type="checkbox"/> |
| v. The Honorable Louis L. Goldstein Volunteer Police, Fire, Rescue, and Emergency Medical Services Personnel Subtraction Modification Program. Attach a copy of the certification .....                           | v | <input type="checkbox"/> |
| w. Purchase cost of certain poultry or livestock manure spreading equipment. Attach a copy of the certification.....  | w | <input type="checkbox"/> |



x. Up to \$2,500 per contract purchased for advanced tuition payments made to the Maryland Prepaid College Trust; maximum of \$2,500 per taxpayer per beneficiary for investment accounts for same beneficiary under the Maryland College Investment Plan and the Maryland Broker-Dealer College Investment Plan. See Administrative Release 32 .....	x	
y. Any income that is related to tangible or intangible property that was seized, misappropriated or lost as a result of the actions or policies of Nazi Germany towards a Holocaust victim .....	y	
z. Expenses incurred to buy and install handrails in an existing elevator in a qualified healthcare facility or other building in which at least 50% of the space is used for medical purposes .....	z	
aa. Payments from a pension system to the surviving spouse or other beneficiary of a law enforcement officer or firefighter whose death arises out of or in the course of their employment.....	aa	
ab. Income from U.S. Government Obligations (See Instruction 13).....	ab	
bb. Net subtraction modification to Maryland taxable income when claiming the federal depreciation allowances from which the State of Maryland has decoupled. Complete and attach Form 500DM. See Administrative Release 38 .....	bb	
cc. Net subtraction modification to Maryland taxable income when using the federal special 5-year carryback period for a net operating loss under federal law compared to Maryland taxable income without regard to federal provisions. Complete and attach Form 500DM. See Administrative Release 38.....	cc	
cd. Net subtraction modification to Maryland taxable income resulting from the federal ratable inclusion of deferred income arising from business indebtedness discharged by reacquisition of a debt instrument. Complete and attach Form 500DM. See Administrative Release 38 .....	cd	
dd. Income derived within an arts and entertainment district by a qualifying residing artist. Complete and attach Form 502AE. ....	dd	
dm. Net subtraction modification from multiple decoupling provisions. Complete and attach Form 500DM. ....	dm	
dp. Net subtraction decoupling modification from a pass-through entity. Complete and attach Form 500DM. See Administrative Release 38 .....	dp	
ee. Amount received as a grant under the Solar Energy Grant Program administered by the Maryland Energy Administration but not more than the amount included in your total income .....	ee	
ff. Amount of the cost difference between a conventional on-site sewage disposal system and a system that utilizes nitrogen removal technology, for which the Department of Environment's payment assistance program does not cover. ....	ff	
hh. Net subtraction to adjust phase out of exemptions as a result of including U.S. Obligations in your adjusted gross income.....	hh	
 <b>1. TOTAL.</b> Add lines <b>a through hh</b> and enter this amount on line 13 of Form 502 with the appropriate code letters.....	<b>TOTAL</b>	<b>1</b>



Attach to Resident Form 502, Short Form 503, Nonresident Form 505 or Fiduciary Form 504

Name(s) shown on return	Social Security number or FEIN

1. a. Amount to be deposited in first account ▶ **1a**                     

b. Routing number (9-digit) ▶                      c ▶ ☐ Checking ☐ Savings

d. Account number ▶                     

2. a. Amount to be deposited in second account ▶ **2a**                     

b. Routing number (9-digit) ▶                      c ▶ ☐ Checking ☐ Savings

d. Account number ▶                     

3. a. Amount to be deposited in third account ▶ **3a**                     

b. Routing number (9-digit) ▶                      c ▶ ☐ Checking ☐ Savings

d. Account number ▶                     

4. Total amount to be directly deposited. Add lines 1a, 2a, and 3a. The total must equal the amount shown on Form 502, line 49; Form 503, line 21; Form 505, line 52, or Form 504, line 46. ▶ **4**                     

## General Instructions

### Purpose of Form

Use Form 588 if you want us to directly deposit your tax refund to either two or three of **your** accounts at a bank or other financial institution (such as a mutual fund, brokerage firm, or credit union) in the United States. If you file Form 588, you cannot choose to get any part of your refund as a check. You cannot request a deposit of your refund to an account that is not in your name (such as your preparer's own account). **If you are filing Form 502INJ, Maryland Injured Spouse Form, you may not direct deposit portions of your refund into multiple accounts, please stop here and do not use this form. Instead, you may request to deposit your refund into one financial institution's account on your income tax return.**

**Note.** If you want your refund deposited to only one account, do not complete this form. Instead, request direct deposit on your tax return.



**Do not file a Form 588 on which you have crossed out or whited out numbers. If you do, the State of Maryland will reject your direct deposit request and send you a check.**

### Why Use Direct Deposit?

- You get your refund faster by direct deposit than you do by check.
- Payment is more secure. There is no check that can get lost or stolen.
- It is more convenient. You do not have to make a trip to the bank to deposit your check.
- It saves tax dollars because it costs the government less.



**Be sure to check with your financial institution to make sure your direct deposits will be accepted. Verify your account and routing numbers. The State of Maryland is not responsible for a lost refund if you enter the wrong account information. Do not use the routing number on a deposit slip if it is different from the routing number on your checks.**

### Specific Instructions

Some financial institutions may not allow a joint refund to be deposited to an individual account. For any direct deposit that a financial institution rejects, a check will be sent instead; the State of Maryland is not responsible if a financial institution rejects a direct deposit.

**Code Number:** Enter code number 588 in one of the code number boxes located to the right of the telephone number area on your tax return. Attach your completed Form 588 if you entered code 588 on your tax return. We are unable to effect direct deposit of your refund to more than one account if you fail to enter code 588 and attach this form to your tax return.

### Lines 1a, 2a, and 3a

Enter the portion of your refund you want directly deposited to each account. Each deposit must be at least \$1. The total of lines 1a, 2a, and 3a must equal the total amount of your refund.

### Lines 1b, 2b, and 3b

Enter the routing number on the lines provided. The routing number must be nine digits. The first two digits must be 01 through 12 or 21 through 32. Otherwise, the direct deposit will be rejected and a check will be sent instead. On the sample check on page 2 of this form, the routing number is

050250025. Tim and Tina Taxpayer would use that routing number unless their financial institution instructed them to use a different routing number for direct deposits.

Ask your financial institution for the correct routing number to use.

#### Lines 1c, 2c, and 3c

Be sure to check only one box for the account type to ensure your deposit will be accepted. If you are not sure, ask your financial institution whether you should check the "Checking" or "Savings" box.

#### Lines 1d, 2d, and 3d

The account number can be up to 17 characters (both numbers and letters). Include hyphens but omit spaces and special symbols. Enter the number from left to right and leave any unused line blank. On the sample check below, the account number is 00202086. Do not include the check number.

#### Line 4

The total on line 4 must equal the total amount of your refund as shown on your tax return. If the total on line 4 is different, a check will be sent instead. The total on line 4 must also equal the total of the amounts on lines 1a, 2a, and 3a.

#### Changes in Refund Due to Math Errors or Refund Offsets

The rules below explain how your direct deposits may be adjusted.

**Math errors.** The following rules apply if your refund is increased or decreased due to a math error.

**Refund increased.** If you made an error on your return and the amount of your refund is increased, the additional amount will be deposited to the last account on line 2 or 3 as applicable.

**Example.** Your return shows a refund of \$300 and you ask that the refund be split among three accounts with \$100 in each account. Due to an error on the return, your refund is increased to \$350. The additional \$50 will be added to the deposit to the account on line 3.

**Refund decreased.** If you made an error on your return and the amount of your refund is decreased, the reduced amount will be taken from the accounts on line 3, 2 and 1, in that order and as applicable.

**Example.** Your return shows a refund of \$300 and you ask that the refund be split among three accounts with \$100 in each account. Due to an error on your return, your refund is decreased by \$150. You will not receive the \$100 you asked us to deposit to the account on line 3 and the deposit to the account on line 2 will be reduced by \$50.

**Note.** If you appeal the math error and your appeal is upheld, the resulting refund will be a paper check.

**Refund offset.** If your refund is used by the Comptroller of Maryland to pay (offset) past-due federal tax, state tax or certain other debts (such as other state's income tax, child support, spousal support, or certain federal non-tax debts), the offset is taken from the deposits to accounts on line 3, 2 and 1, in that order and as applicable.

### Sample Check

<b>TIM TAXPAYER</b> <b>TINA TAXPAYER</b> 321 Happy Lane Town, MD 20000		0004 15-0000/0000
PAY TO THE ORDER OF _____		\$ <span style="border: 1px solid black; display: inline-block; width: 150px; height: 20px; vertical-align: middle;"></span>
TOWN BANK Town, MD 20000		DOLLARS
For _____	<b>Routing number</b> _____	<b>Account number</b> _____
: 050250025	@ 002020 " ' 86 " .	0004

SAMPLE

**Note.** The routing and account numbers may be in different places on your check.

# MARYLAND RESIDENT INCOME TAX RETURNS FORMS 502 and 503

# INSTRUCTIONS 2010

## IMPORTANT NOTES

### DUE DATE

Your return is due by April 15, 2011. If you are a fiscal year taxpayer, see Instruction 25. If any due date falls on a Saturday, Sunday or legal holiday, the return must be filed by the next business day.

### COMPLETING THE RETURN

You must use blue or black ink when completing your return. **DO NOT** use pencil or red ink. Submit the original return, not a photocopy. If no entry is needed for a specific line, leave blank. Do not enter words such as "none" or "zero" and do not draw a line to indicate no entry.

You may round off all cents to the nearest whole dollar. Fifty cents and above should be rounded to the next dollar. State calculations are rounded to the nearest penny.

### ELECTRONIC FILING INSTRUCTIONS

The instructions in this booklet are designed specifically for filers of paper returns. If you are filing electronically and these instructions differ from the instructions for the electronic method being used, you should comply with the instructions appropriate for that method.

**Software vendors should refer to the e-file handbook for their instructions.**

### SUBSTITUTE FORMS

You may file your Maryland income tax return on a computer-prepared or computer-generated substitute form provided the form is approved in advance by the Revenue Administration Division. The fact that a software package is available for retail purchase does not guarantee that it has been approved for use.

For additional information, see Administrative Release 26, Procedures for Computer

Printed Substitute Forms, on our Web site at **www.marylandtaxes.com**. (See the back cover of this booklet.)

You may also call the tax information number listed on the back cover to find out which computer-generated forms have been approved for use or visit our Web site at **www.marylandtaxes.com**.

### PENALTIES

There are severe penalties for failing to file a tax return, failing to pay any tax when due, filing a false or fraudulent return, or making a false certification. The penalties include criminal fines, imprisonment, and a penalty on your taxes. In addition, interest is charged on amounts not paid.

To collect unpaid taxes, the Comptroller is directed to enter liens against the salary, wages or property of delinquent taxpayers.

**1 Do I have to file?** This booklet and forms are for residents of Maryland. In general, you must file a Maryland return if you are or were a resident of Maryland **AND** you are required to file a federal return. Information in this section will allow you to determine if you must file a return and pay taxes as a resident of Maryland. If you are not a resident but had Maryland tax withheld or had income from sources in Maryland, you must use Form 505 or 515, Nonresident Tax Return.

### WHO IS A RESIDENT?

You are a resident of Maryland if:

- your permanent home is or was in Maryland (the law refers to this as your domicile).  
OR
- your permanent home is outside of Maryland, but you maintained a place of abode (that is, a place to live) in Maryland for more than six months of the tax year. If this applies to you and you were physically present in the state for 183 days or more, you must file a full-year resident return.

### PART-YEAR RESIDENTS

If you began or ended residence in Maryland during the tax year you must file a Maryland resident income tax return. See Instruction 26.

### MILITARY AND OTHERS WORKING OUTSIDE OF MARYLAND

Military and other individuals whose domicile is in Maryland, but who are stationed or work outside of Maryland, including overseas, retain their Maryland legal residence. Such persons do not lose Maryland residence just because of duty assignments outside of the State; see Administrative Release 37. Military personnel and their spouses should see Instruction 29.

### TO DETERMINE IF YOU ARE REQUIRED TO FILE A MARYLAND RETURN

- Add up all of your federal **gross** income to determine your total federal income. Gross income is defined in the Internal Revenue Code and, in general, consists of all income regardless of source. It includes wages and other compensation for services, **gross** income derived from business, gains (not losses) derived from dealings in property, interest, rents, royalties, dividends, alimony, annuities, pensions, income from partnerships or fiduciaries, etc. If modifications or deductions reduce your gross income below the minimum filing level, you are still required to file. IRS Publication 525 provides additional information on taxable and nontaxable income.
- Do not include Social Security or railroad retirement benefits in your total federal income.
- Add to your total federal income any Maryland additions to income. Do not include any additions related to periods of nonresidence. See Instruction 12. **This is your Maryland gross income.**
- If you are a dependent taxpayer, add to your total federal income any Maryland additions and subtract any Maryland subtractions. See Instructions 12 and 13. **This is your Maryland gross income.**

- You must file a Maryland return if your Maryland gross income equals or exceeds the income levels in Table 1 below.
- If you or your spouse is 65 or over, use Table 2 below.

### IF YOU ARE NOT REQUIRED TO FILE A MARYLAND RETURN BUT HAD MARYLAND TAXES WITHHELD

To get a refund of Maryland income taxes withheld, you must file a Maryland return.

Taxpayers who are filing for refund only should complete all of the information at the top of Form 502 or Form 503 and complete the following lines:

Form 502	Form 503
1-16	1, 7a*, 10a*
25*, 32*	13-19
37-45	21
47, 49	

\*Enter a zero unless you claim an earned income credit on your federal return.

Sign the form and attach withholding statements (all W-2 and 1099 forms) showing Maryland and local tax withheld equal to the withholding you are claiming.

Your form is then complete. Mail it in the gold envelope from the tax booklet. To speed processing of your tax refund, you must file electronically. You must file within three years of the original due date to receive any refund.

### Minimum Filing Level Tables

Table 1  
For taxpayers under 65

Single persons (including dependent taxpayers)	\$ 9,350
Joint return	18,700
Married persons filing separately	3,650
Head of household	12,050
Qualifying widow(er)	15,050

Table 2  
For taxpayers 65 or over

Single, age 65 or over	\$10,750
Joint return, one spouse age 65 or over	19,800
Joint return, both spouses age 65 or over	20,900
Married persons filing separately, age 65 or over	3,650
Head of household, age 65 or over	13,450
Qualifying widow(er), age 65 or over	16,150



## 2 Use of federal return. First complete your 2010 federal income tax return.

You will need information from your federal return in order to complete your Maryland return. Therefore, complete your federal return **before** you continue beyond this point. Maryland law requires that your income and

deductions be entered on your Maryland return exactly as they were reported on your federal return. If you use federal Form 1040NR, visit our Web page at <http://individuals.marylandtaxes.com/>

[incometax/1040NR.asp](http://incometax/1040NR.asp) for further information. All items reported on your Maryland return are subject to verification, audit and revision by the Maryland State Comptroller's Office.

## 3 Form 502 or 503? Decide whether you will use Form 502 (long form) or Form 503 (short form). You must use Form 502 if your federal adjusted gross income is \$100,000 or more.

### FORM 502

All taxpayers may use Form 502. You must use this form if you itemize deductions, if you have any Maryland additions or subtractions, if you have made estimated payments or if you are claiming business or personal income tax credits. You must also

use this form if you have moved into or out of Maryland during the tax year.

### FORM 503

If you use the standard deduction, have no additions or subtractions, and claim only withholding or the refundable or other earned

income credits, you may use the short Form 503. Answer the questions on the back of Form 503 to see if you qualify to use it. **NOTE: If you are eligible for the pension exclusion, you must use Form 502.**

## 4 Mailing label. Tax booklets with labels are mailed only to those individuals who file a return using a form directly out of the tax booklet. Remove the label located on the cover of your tax booklet and place it over the name and address blanks of your tax return. NOTE: If you do not use a label, complete the name and address boxes located at the top of the form.

### DO NOT USE YOUR LABEL IF:

- your name or address is wrong, OR
- you and your spouse are going to file separate returns and both of your names and initials are on the label, OR

- you are going to file a joint return, and only one name is on the label, OR
- you are filing a computer-generated return.

### IF YOUR RETURN IS BEING COMPLETED BY SOMEONE ELSE:

Take your booklet to your tax preparer so that the preparer can attach the label to your return.

## 5 Social Security Number(s). Your Social Security number is not printed on the label. Therefore, it is important that you enter each Social Security number in the space provided at the top of your tax return regardless of whether you use a label or not.

The Social Security number(s) must be a valid number issued by the Social Security Administration of the United States Government. If you, your spouse or dependent(s) do not have a Social Security number, you

**must apply for a tax identification number with the IRS and wait until you receive it before you file.**

A missing or incorrect Social Security or tax identification number could result in the

disallowance of any credits or exemptions you may be entitled to and result in a balance due.

Valid Social Security or tax identification numbers are required for any claim of exemption for a dependent.

## 6 County, city, town information. Fill in the boxes for MARYLAND COUNTY and CITY, TOWN OR TAXING AREA based on your residence on the last day of the tax period:

### BALTIMORE CITY RESIDENTS:

Leave the MARYLAND COUNTY box blank.

Write "Baltimore City" in the CITY, TOWN OR TAXING AREA box.

### RESIDENTS OF MARYLAND COUNTIES (NOT BALTIMORE CITY):

- Write the name of your county in the MARYLAND COUNTY box.
- Find your county in the list below.
- If you lived within the incorporated tax

boundaries of one of the areas listed under your county, write its name in the CITY, TOWN OR TAXING AREA box.

4. If you did not live in one of the areas listed for your county, leave the CITY, TOWN OR TAXING AREA box blank.

### LIST OF INCORPORATED CITIES, TOWNS AND TAXING AREAS IN MARYLAND

#### ALLEGANY COUNTY

BARTON  
BELAIR  
BOWLING GREEN-ROBERT'S PLACE  
CRESAPTOWN  
CUMBERLAND  
ELLERSLIE  
FROSTBURG  
LAVALE  
LONACONING  
LUKE  
McCOOLE  
MIDLAND  
MT. SAVAGE  
POTOMAC PARK ADDITION  
WESTERNPORT

#### ANNE ARUNDEL COUNTY

ANNAPOLIS  
HIGHLAND BEACH

#### BALTIMORE COUNTY

NO INCORPORATED  
CITIES OR TOWNS

#### BALTIMORE CITY

CALVERT COUNTY  
CHESAPEAKE BEACH  
NORTH BEACH

#### CAROLINE COUNTY

DENTON  
FEDERSBURG  
GOLDSBORO  
GREENSBORO  
HENDERSON  
HILLSBORO  
MARYDEL  
PRESTON  
RIDGELY  
TEMPLEVILLE

#### CARROLL COUNTY

HAMPSTEAD  
MANCHESTER  
MT. AIRY  
NEW WINDSOR  
SYKESVILLE  
TANEYTOWN  
UNION BRIDGE  
WESTMINSTER

#### CECIL COUNTY

CECILTON  
CHARLESTOWN  
CHESAPEAKE CITY  
ELKTON  
NORTH EAST  
PERRYVILLE  
PORT DEPOSIT  
RISING SUN

#### CHARLES COUNTY

INDIAN HEAD  
LA PLATA  
PORT TOBACCO

#### DORCHESTER COUNTY

BROOKVIEW  
CAMBRIDGE  
CHURCH CREEK  
EAST NEW MARKET  
ELDORADO  
GALESTOWN  
HURLLOCK  
SECRETARY  
VIENNA

#### FREDERICK COUNTY

BRUNSWICK  
BURKITTSTOWN  
EMMITTSBURG  
FREDERICK  
MIDDLETOWN  
MT. AIRY  
MYERSVILLE  
NEW MARKET  
ROSEMONT  
THURMONT  
WALKERSVILLE  
WOODSBORO

#### GARRET COUNTY

ACCIDENT  
DEER PARK  
FRIENDSVILLE  
GRANTSVILLE  
KITZMILLER  
LOCH LYNN HEIGHTS  
MOUNTAIN LAKE PARK  
OAKLAND

#### HARFORD COUNTY

ABERDEEN  
BEL AIR  
HAYRE DE GRACE

#### HOWARD COUNTY

NO INCORPORATED  
CITIES OR TOWNS

#### KENT COUNTY

BETTERTON  
CHESTERTOWN  
GALENA  
MILLINGTON  
ROCK HALL

#### MONTGOMERY COUNTY

BARNESVILLE  
BROOKVILLE  
CHEVY CHASE SEC. 3  
TOWN OF CHEVY CHASE  
(FORMERLY SEC. 4)  
CHEVY CHASE SEC. 5  
CHEVY CHASE VIEW  
CHEVY CHASE VILLAGE  
DRUMMOND  
FRIENDSHIP HEIGHTS  
GAITHERSBURG  
GARRETT PARK  
GLEN ECHO  
KENSINGTON  
LAYTONSVILLE  
MARTIN'S ADDITION  
NORTH CHEVY CHASE  
OAKMONT  
POOLESVILLE  
ROCKVILLE  
SOMERSET  
TAKOMA PARK  
WASHINGTON GROVE

#### PRINCE GEORGE'S COUNTY

BERWYN HEIGHTS  
BLADENSBURG  
BOWIE  
BRENTWOOD  
CAPITOL HEIGHTS  
CHEVERLY  
COLLEGE PARK  
COLMAR MANOR  
COTTAGE CITY  
DISTRICT HEIGHTS  
EAGLE HARBOR  
EDMONSTON  
FAIRMOUNT HEIGHTS  
FOREST HEIGHTS  
GLENARDEN  
GREENBELT  
HYATTSVILLE  
LANDOVER HILLS  
LAUREL  
MORNINGSIDESIDE  
MT. RAINIER  
NEW CARROLLTON  
NORTH BRENTWOOD  
RIVERDALE PARK  
SEAT PLEASANT  
UNIVERSITY PARK  
UPPER MARLBORO

#### QUEEN ANNE'S COUNTY

BARCLAY  
CENTREVILLE  
CHURCH HILL  
MILLINGTON  
QUEEN ANNE  
QUEENSTOWN  
SUDLERSVILLE  
TEMPLEVILLE

#### ST. MARY'S COUNTY

LEONARTOWN

#### SOMERSET COUNTY

CRISFIELD  
PRINCESS ANNE

#### TALBOT COUNTY

EASTON  
OXFORD  
QUEEN ANNE  
ST. MICHAELS  
TRAPPE

#### WASHINGTON COUNTY

BOONSBORO  
CLEARSPRING  
FUNKSTOWN  
HAGERSTOWN  
HANCOCK  
KEEDYSVILLE  
SHARPSBURG  
SMITHSBURG  
WILLIAMSPORT

#### WICOMICO COUNTY

DELMAR  
FRUITLAND  
HEBRON  
MARDELA SPRINGS  
PITTSVILLE  
SALISBURY  
SHARPTOWN  
WILLARDS

#### WORCESTER COUNTY

BERLIN  
OCEAN CITY  
POCOMOKE CITY  
SNOW HILL

**7 Filing status.** Use the following chart to determine your filing status and check the correct **FILING STATUS** box on the return. (IMPORTANT: Also see additional information in the chart.)

	<b>If you are:</b>	<b>Check the box for:</b>	<b>Additional Information</b>
<b>SINGLE PERSON</b> (Single on the last day of the tax year.)	Any person who can be claimed as a dependent on his or her parent's (or any other person's) federal return	<b>Dependent taxpayer</b> Filing Status 6	Single <b>Dependent taxpayers</b> , regardless of whether income is earned or unearned, are not required to file a Maryland income tax return unless the gross income including Maryland additions and subtractions is \$9,350 or more. See Instruction 1 if you are due a refund. You do not get an exemption for yourself. Put a zero in Exemption Box A.
	Any person who filed as a head of household on his or her federal return	<b>Head of household</b> Filing Status 4	
	A qualifying widow(er) with dependent child who filed a federal return with this status	<b>Qualifying widow(er) with dependent child</b> Filing Status 5	
	All other single persons	<b>Single</b> Filing Status 1	If your spouse died during the year AND you filed a joint federal return with your deceased spouse, you may still file a joint Maryland return.
<b>MARRIED PERSONS</b> (Married on the last day of the tax year.)	Any person who can be claimed as a dependent on his or her parent's (or any other person's) federal return	<b>Dependent taxpayer</b> Filing Status 6	You do not get an exemption for yourself. Put a zero in Exemption Box A. You and your spouse must file separate returns.
	Any person who filed as a head of household on his or her federal return	<b>Head of household</b> Filing Status 4	
	Married couples who filed separate federal returns	<b>Married filing separately</b> Filing Status 3	Each taxpayer must show his or her spouse's Social Security number in the blank next to the filing status box.
	Married couples who filed joint federal returns but had different tax periods	<b>Joint return</b> Filing Status 2 or <b>Married filing separately</b> Filing Status 3	If you are not certain which filing status to use, figure your tax both ways to determine which status is best for you. See Instructions 8 and 26(g) through (p).
	Married couples who filed joint federal returns but were domiciled in different counties, cities, towns or taxing areas on the last day of the year	<b>Joint return</b> Filing Status 2 or <b>Married filing separately</b> Filing Status 3	If you are filing separately, see Instruction 8. If you are filing a joint return see SPECIAL NOTE in Instruction 19.
	Married couples who filed joint federal returns but were domiciled in different states on the last day of the tax year	<b>Married filing separately</b> Filing Status 3	If you are filing separately, see Instruction 8. If you are filing a joint return, you must attach a pro forma Form 505 and 505NR. See Administrative Releases 1 & 3.
	All other married couples who filed joint federal returns	<b>Joint return</b> Filing Status 2	

**8 Special instructions for married persons filing separately.** If you and your spouse file a joint federal return but are filing separate Maryland returns according to Instruction 7, follow the instructions below.

If you and your spouse file a joint federal return but are filing separate Maryland returns according to Instruction 7, you should report the income you would have reported had you filed a separate federal return. The income from jointly held securities, property, etc., must be divided evenly between husband and wife.

If you itemized your deductions on the joint federal return, one spouse may use the standard deduction and the other spouse may claim those deductions on the federal return that are "attributable exclusively" to that spouse, plus a prorated amount of the remaining deductions. If it is not possible to determine these deductions, the deduction must be allocated proportionately based on your share of the income.

The term "attributable exclusively" means that the individual is solely responsible for the payment of an expense claimed as an

itemized deduction, including compliance with a valid court order or separation agreement; or the individual jointly responsible for the payment of an expense claimed as an itemized deduction can demonstrate payment of the full amount of the deduction with funds that are not attributable in whole or in part, to the other jointly responsible individual.

If both spouses choose to itemize on their separate Maryland returns, then each spouse must determine which deductions are attributable exclusively to him or her and prorate the remaining deductions using the Maryland Income Factor. See Instruction 26(k). If it is not possible to determine deductions in this manner, they must be allocated proportionately based on their respective shares of the income. The total amount of itemized deductions for both spouses cannot exceed the itemized deductions on the federal return.

If you choose to use the standard deduction method, use Worksheet 1 in Instruction 16.

Each spouse must claim his or her own personal exemption. Each spouse may allocate the dependent exemptions in any manner they choose. The total number of exemptions claimed on the separate returns may not exceed the total number of exemptions claimed on the federal return except for the additional exemptions for being 65 or over or blind.

Complete the remainder of the form using the instructions for each line. Each spouse should claim his or her own withholding and other credits. Joint estimated tax paid may be divided between the spouses in any manner provided the total claimed does not exceed the total estimated tax paid.

**9 Part-year residents.** If you began or ended legal residence in Maryland in 2010 go to Instruction 26.  
**Military taxpayers.** If you have non-Maryland military income, See Administrative Release 1.

## 10

**Exemptions.** Determine what exemptions you are entitled to and complete the EXEMPTIONS area on the form, including the Social Security numbers of children and other dependents. If more space is required, attach a separate statement.

### EXEMPTIONS ALLOWED

You are permitted the same **number** of exemptions which you are permitted on your federal return; however, the exemption amount is different on the Maryland return. Even if you are not required to file a federal return, the federal rules for exemptions still apply to you. Refer to the federal income tax instructions for further information.

In addition to the exemptions allowed on your federal return, you and your spouse are permitted to claim exemptions for being age 65 or over or for blindness. These additional exemptions are in the amount of \$1,000 each.

If any other dependent claimed is 65 or over, you also receive an extra exemption of up

to \$3,200. Make sure you check both boxes in columns (6) and (7) for each of your dependents who are age 65 or over.

Enter the number of exemptions in the appropriate boxes based upon your entries in parts A, B, and C of the exemption area of the form. Enter the total number of exemptions in Part D.

### KIDS FIRST EXPRESS LANE ELIGIBILITY ACT

In column 4 in dependent area (C), enter a check (✓) if the dependent who is eligible to be claimed as an exemption is under age 19 before the end of the taxable year.

If you have identified the exemption you are claiming as a "dependent under age 19", please check (✓) either the yes or no box of

column (5) to indicate whether or not that child currently has health insurance.

Answering these questions will tell us whether to send you information about affordable health care coverage for your children. Check (✓) yes to authorize us to share your tax information with the Medical Assistance Program. It will be used **ONLY** to identify and help enroll your eligible children in affordable health care programs.

### PART-YEAR RESIDENTS AND MILITARY

You must prorate your exemptions based on the percentage of your income subject to Maryland tax. See Instruction 26 and Administrative Release 1.

## EXEMPTION AMOUNT

The personal exemption is \$3,200. This exemption is partially reduced once the taxpayer's federal adjusted gross income exceeds \$100,000 (\$150,000 if filing Joint, Head of Household, or Qualifying Widow(er) with Dependent Child). This reduction applies to the additional dependency exemptions as well; however it does not apply to the taxpayer's age or blindness exemption of \$1,000.

Use the chart to determine the allowable exemption amount based upon the filing status.

If your FEDERAL ADJUSTED GROSS INCOME is		If your filing status on your Maryland tax return is:		
		Single or Married Filing Separately	Joint, Head of Household, or Qualifying Widow(er)	Dependent Taxpayer (eligible to be claimed on another taxpayer's return)
Over	But Not Over	Each Exemption is	Each Exemption is	Each Exemption is
\$100,000 or less		\$3,200	\$3,200	\$0
\$100,000	\$125,000	\$2,400	\$3,200	\$0
\$125,000	\$150,000	\$1,800	\$3,200	\$0
\$150,000	\$175,000	\$1,200	\$2,400	\$0
\$175,000	\$200,000	\$1,200	\$1,800	\$0
\$200,000	\$250,000	\$600	\$1,200	\$0
In excess of \$250,000		\$600	\$600	\$0

Total the exemption amount on the front of Form 502 or Form 503 to determine the total exemption allowance to subtract on line 19 of Form 502 or on line 3 of Form 503.

## 11

**Income.** Copy the figure for federal adjusted gross income from your federal return onto line 1 of Form 502 or Form 503. Copy the total of your wages, salaries and tips from your federal return onto line 1a of Form 502 or Form 503. Use the chart below to find the figures that you need. If you and your spouse file a joint federal return but are filing separate Maryland returns, see Instruction 8.

To Maryland Form	From Federal Form		
502 & 503	1040	1040A	1040EZ
line 1	line 37	line 21	line 4
line 1a	line 7	line 7	line 1

## 12

**Additions to income.** Determine which additions to income apply to you. Write the correct amounts on lines 2-5 of Form 502. Instructions for each line:

**Line 2. TAX-EXEMPT STATE OR LOCAL BOND INTEREST.** Enter the interest from **non-Maryland** state or local bonds or other obligations (less related expenses). This includes interest from mutual funds that invest in non-Maryland state or local obligations. Interest earned on obligations of Maryland or any Maryland subdivision is exempt from Maryland tax and should not be entered on this line.

**Line 3. STATE RETIREMENT PICKUP.** Pickup contributions of a State retirement or pension system member. The pickup amount will be stated separately on your W-2 form. The tax on this portion of your wages is deferred for federal but not for state purposes.

**Line 4. LUMP SUM DISTRIBUTION FROM A QUALIFIED RETIREMENT PLAN.** If you received such a distribution, you will receive a Form 1099R showing the amounts distributed.

### LUMP SUM DISTRIBUTION WORKSHEET

1. Ordinary income portion of distribution from Form 1099R reported on federal Form 4972 (taxable amount less capital gain amount) . . . \$ \_\_\_\_\_
2. 40% of capital gain portion of distribution from Form 1099R. . . . . \$ \_\_\_\_\_
3. Add lines 1 and 2 . . . . . \$ \_\_\_\_\_
4. Enter minimum distribution allowance from Form 4972 . . . . . \$ \_\_\_\_\_
5. Subtract line 4 from line 3. This is your addition to income for your lump sum distribution. Enter on Form 502, line 4. If this amount is less than zero, enter zero. . . . . \$ \_\_\_\_\_

**Note:** If you were able to deduct the death benefit exclusion on Form 4972, allocate that exclusion between the ordinary and capital gain portions of your distribution in the same ratio before completing this schedule.

You must report part of the lump sum distribution as an addition to income if you file federal Form 4972.

Use the LUMP SUM DISTRIBUTION WORKSHEET to determine the amount of your addition.

**Line 5. OTHER ADDITIONS TO INCOME.** If one or more of these apply to you, enter the total amount on line 5 and identify each item using the code letter:



## CODE LETTER

- a. Part-year residents: losses or adjustments to federal income that were realized or paid when you were a nonresident of Maryland.
- b. Net additions to income from pass-through entities not attributable to decoupling.
- c. Net additions to income from a trust as reported by the fiduciary.
- d. S corporation taxes included on line 8 of Maryland Form 502CR, Part A, Tax Credits for Income Taxes Paid to Other States. (See instructions for Part A of Form 502CR.)
- e. Total amount of credit(s) claimed in the current tax year to the extent allowed on Form 500CR as for the following: Business Tax Credits for the following: Enterprise Zone Tax Credit, Employment Opportunity Tax Credit, Maryland Disability Employment Tax Credit, Employment of Qualified Ex-Felons Tax Credit, Research and Development Tax Credit, Telecommunications Property Tax Credit and Cellulosic Ethanol Technology Research and Development Tax Credit.
- f. Oil percentage depletion allowance claimed under IRC Section 613.
- g. Income exempt from federal tax by federal law or treaty that is not exempt from Maryland tax.
- h. Net operating loss deduction to the extent of a double benefit. See Administrative

- Release 18 at [www.marylandtaxes.com](http://www.marylandtaxes.com)
- i. Taxable tax preference items from line 5 of Maryland Form 502TP. The items of tax preference are defined in IRC Section 57. If the **total** of your tax preference items is more than \$10,000 (\$20,000 for married taxpayers filing joint returns) you must complete and attach Maryland Form 502TP, whether or not you are required to file federal Form 6251 (Alternative Minimum Tax) with your federal Form 1040.
- j. Amount deducted for federal income tax purposes for expenses attributable to operating a family day care home or a child care center in Maryland without having the registration or license required by the Family Law Article.
- k. Any refunds of advanced tuition payments made under the **Maryland Prepaid College Trust**, to the extent the payments were subtracted from federal adjusted gross income and were not used for qualified higher education expenses, and any refunds of contributions made under the **Maryland College Investment Plan or the Maryland Broker-Dealer College Investment Plan**, to the extent the contributions were subtracted from federal adjusted gross income and were not used for qualified higher education expenses. See Administrative Release 32.
- l. Net addition modification to Maryland

- taxable income when claiming the federal depreciation allowances from which the State of Maryland has decoupled. Complete and attach Form 500DM. See Administrative Release 38.
- m. Net addition modification to Maryland taxable income when the federal special 5-year carryback period was used for a net operating loss under federal law compared to Maryland taxable income without regard to federal provisions. Complete and attach Form 500DM. See Administrative Release 38.
- n. Amount deducted on your federal income tax return for domestic production activities (line 35 of Form 1040).
- o. Amount deducted on your federal income tax return for tuition and related expenses. Do not include adjustments to income for Educator Expenses or Student Loan Interest deduction.
- cd. Net addition modification to Maryland taxable income resulting from the federal deferral of income arising from business indebtedness discharged by reacquisition of a debt instrument. See Form 500DM and Administrative Release 38.
- dm. Net addition modification from multiple decoupling provisions. See the table at the bottom of Form 500DM for the line numbers and code letters to use.
- dp. Net addition decoupling modification from a pass-through entity. See Form 500DM.

# 13

**Subtractions from income. Determine which subtractions from income apply to you. Write the correct amounts on lines 8–14 of Form 502. Instructions for each line:**

**Line 8. STATE TAX REFUNDS.** Copy onto line 8 the amount of refunds of state or local income tax included in line 1 of Form 502.

**Line 9. CHILD CARE EXPENSES.** You may subtract the cost of caring for your dependents while you work. There is a limitation of \$3,000 (\$6,000 if two or more dependents receive care). Copy onto line 9 the amount from line 6 of federal Form 2441. You may also be entitled to a credit for these taxable expenses. See instructions for Part B of Form 502CR.

**Line 10. PENSION EXCLUSION.** You may be able to subtract some of your taxable pension and retirement annuity income. This subtraction applies only if:

- a. you were 65 or over or totally disabled, or your spouse was totally disabled, on the last day of the tax year, AND
- b. you included on your federal return taxable income received as a pension, annuity or endowment from an "employee retirement system." [A traditional IRA, a Roth IRA, a simplified employee plan (SEP), a Keogh Plan or an ineligible deferred compensation plan does not qualify.]

Each spouse who receives taxable pension or annuity income and is 65 or over or totally disabled may be entitled to this exclusion. In addition, if you receive taxable pension or annuity income but you are not 65 or totally disabled, you may be entitled to this exclusion if your spouse is totally disabled. Complete a separate column in the worksheet on page 6 for each spouse. Combine your allowable exclusion and enter the total amount on line 10, Form 502.

To be considered totally disabled you must have a mental or physical impairment

which prevents you from engaging in substantial gainful activity. You must expect the impairment to be of long, continued or indefinite duration or to result in your death. You must attach to your return a certification from a qualified physician stating the nature of your impairment and that you are totally disabled. If you have previously submitted a physician's certification, just attach your own statement that you are still totally disabled and that a physician's certification was submitted before.

If you are a part-year resident, complete the pension exclusion worksheet using total taxable pension and total Social Security and railroad retirement benefits as if you were a full-year resident. Prorate the amount on line 5 by the number of months of Maryland residence divided by 12.

However, if you began to receive your pension during the tax year you became a Maryland resident, use a proration factor of the number of months you were a resident divided by the number of months the pension was received.

For example, Fred Taxpayer moved to Maryland on March 1. If he started to receive his pension on March 1, he would prorate the pension exclusion by 10/10, which would mean he would be entitled to the full pension exclusion. However, if he began to receive his pension on February 1, Fred would prorate his pension by 10/11. Please note that, in either case, the proration factor may not exceed 1.

Complete the PENSION EXCLUSION COMPUTATION WORKSHEET on page 6. Copy the amount from line 5 of the worksheet onto line 10 of Form 502.

**Line 11. FEDERALLY TAXED SOCIAL SECURITY AND RAILROAD RETIREMENT BENEFITS.** If you included in your federal adjusted gross income Social Security, Tier I, Tier II and/or supplemental railroad retirement benefits, then you must include the total amount of such benefits on line 11. Social Security and railroad retirement benefits are exempt from state tax.

**Line 12. NONRESIDENT INCOME.** If you began or ended your residence in Maryland during the year, you may subtract the portion of your income received when you were not a resident of Maryland. See Instruction 26 for part-year residents and Administrative Release 1 for military personnel.

If your state of residence or your period of Maryland residence was not the same as that of your spouse and you filed a joint return, follow Instruction 26 (c) through (p).

**Line 13. SUBTRACTIONS FROM INCOME ON FORM 502SU.** This year, other certain subtractions for which you may qualify will be reported on Form 502SU. Determine which subtractions apply to you and enter the amount for each on Form 502SU. If multiple subtractions apply, be sure to identify all of them on the form and attach it to Form 502. Enter the sum of all applicable subtractions from Form 502SU on line 13 of Form 502, and enter the code letters that represent the four highest dollar amounts in the code letter boxes. If multiple subtractions apply, be sure to identify all of them on Form 502SU and attach it to your Form 502.

**Note:** If only one of these subtractions applies to you, enter the amount and the code letter on Line 13 of Form 502; then the use of Form 502SU may be optional.

# PENSION EXCLUSION COMPUTATION WORKSHEET

**Review carefully the age and disability requirements in the instructions before completing this worksheet.**

1. Net taxable pension and retirement annuity included in your federal adjusted gross income. ....
2. Maximum allowable exclusion. ....
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 10, Form 502.) If you and your spouse both qualify for the pension exclusion, combine your allowable exclusions and enter the total amount on line 10, Form 502. ....

(a) you	(b) your spouse
\$26,000	\$26,000

## SPECIFIC INSTRUCTIONS

**NOTE:** When both you and your spouse qualify for the pension exclusion, a separate column must be completed for each spouse.

**Line 1.** Enter your net taxable pension and retirement annuity included in your federal adjusted gross income. **Do not include any amount subtracted for military retirement income. See code letter u in Instruction 13.**

**Line 2.** The maximum allowable exclusion is \$26,000.

**Line 3.** Enter your total Social Security and/or railroad retirement benefits. Include all Social Security and/or railroad retirement benefits whether or not you included any portion of these amounts in your federal adjusted gross income. Include both Tier I and Tier II railroad retirement benefits. If you are filing a joint return and both spouses received Social Security and/or railroad retirement benefits but only one spouse received a pension, enter only the Social Security and/or railroad retirement benefits of the spouse receiving the pension on the worksheet.

**Line 4.** Subtract line 3 from line 2 to determine your tentative exclusion.

**Line 5.** Your pension exclusion is the smaller of your net taxable pension (line 1) or the tentative exclusion (line 4). Enter the smaller amount on this line.

## CODE LETTER

- a. Payments from a pension system to firemen and policemen for job-related injuries or disabilities (but not more than the amount of such payments included in your total income).
- b. Net allowable subtractions from income from pass-through entities, not attributable to decoupling.
- c. Net subtractions from income reported by a fiduciary.
- d. Distributions of accumulated income by a fiduciary, if income tax has been paid by the fiduciary to the State (but not more than the amount of such income included in your total income).
- e. Profit (without regard to losses) from the sale or exchange of bonds issued by the State or local governments of Maryland.
- f. Benefits received from a Keogh plan on which State income tax was paid prior to 1967. Attach statement.
- g. Amount of wages and salaries disallowed as a deduction due to the work opportunity credit allowed under the Internal Revenue Code Section 51.
- h. Expenses up to \$5,000 incurred by a blind person for a reader, or up to \$1,000 incurred by an employer for a reader for a blind employee.
- i. Expenses incurred for reforestation or timber stand improvement of commercial forest land. Qualifications and instructions are on Form DNR-393, available from the Department of Natural Resources, tele-

phone 410-260-8531.

- j. 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 stated separately on your W-2 form.
- k. Up to \$6,000 in expenses incurred by parents to adopt a child with special needs through a public or nonprofit adoption agency and up to \$5,000 in expenses incurred by parents to adopt a child without special needs.
- l. Purchase and installation costs of certain conservation tillage equipment as certified by the Maryland Department of Agriculture. Attach a copy of the certification.
- m. Deductible artist's contribution. Attach Maryland Form 502AC.
- n. Payment received under a fire, rescue, or ambulance personnel length of service award program that is funded by any county or municipal corporation of the State.
- o. Value of farm products you donated to a gleaning cooperative as certified by the Maryland Department of Agriculture. Attach a copy of the certification.
- p. Up to \$15,000 of military pay included in your federal adjusted gross income that you received while in the active service of any branch of the armed forces and which is attributable to service outside the boundaries of the U.S. or its possessions. To compute the subtraction, follow the directions on the MILITARY OVERSEAS

INCOME WORKSHEET. If your total military pay exceeds \$30,000, you do not qualify for the subtraction.

- q. Unreimbursed vehicle travel expenses for:
  1. a volunteer fire company;
  2. service as a volunteer for a charitable organization whose principal purpose is to provide medical, health or nutritional care; AND
  3. assistance (other than providing transportation to and from the school) for handicapped students at a Maryland community college.
- r. Amount of pickup contribution shown on Form 1099R from the state retirement or pension systems included in federal adjusted gross income. The subtraction is limited to the amount of pickup contribution stated on the 1099R or the taxable pension, whichever is less. Excess contribution may be carried forward to the next year.
- s. Amount of interest and dividend income (including capital gain distributions) of a dependent child which the parent has elected to include in the parent's federal gross income under Internal Revenue Code Section 1(g)(7).
- t. Payments received from the State of Maryland under Title 12 Subtitle 2 of the Real Property Article (relocation and assistance payments).
- u. Up to \$5,000 of military retirement income received by a qualifying individual during the tax year. To qualify, you must have been

## p. MILITARY OVERSEAS INCOME WORKSHEET

When both you and your spouse qualify for this military subtraction, complete separate computations for each spouse.

1. ENTER the amount of military pay included in your federal adjusted gross income attributable to service outside the U.S. If greater than \$15,000, enter \$15,000 ..... \$ \_\_\_\_\_
2. ENTER total military pay received during the tax year ..... \$ \_\_\_\_\_
3. Maximum subtraction ..... \$ 15,000
4. SUBTRACT the amount on line 3 from line 2. If this amount is less than zero (0), enter zero (0) ..... \$ \_\_\_\_\_
5. SUBTRACT line 4 from line 1. This is your subtraction from income. If the amount is zero (0) or less, you are not eligible for this subtraction. INCLUDE this amount on line p of Form 502SU ..... \$ \_\_\_\_\_



- a member of an active or reserve component of the armed forces of the United States, an active duty member of the commissioned corps of the Public Health Service, the National Oceanic and Atmospheric Administration, or the Coast and Geodetic Survey, a member of the Maryland National Guard, or the member's surviving spouse or ex-spouse.
- v. The Honorable Louis L. Goldstein Volunteer Police, Fire, Rescue and Emergency Medical Services Personnel Subtraction Modification Program. \$3,500 for each taxpayer who is a qualifying volunteer as certified by a Maryland fire, police, rescue or emergency medical services organization. \$3,500 for each taxpayer who is a qualifying member of the U.S. Coast Guard Auxiliary as certified by the organization. Attach a copy of the certification.
- w. Purchase cost of certain poultry or livestock manure spreading equipment as certified by the Maryland Department of Agriculture. Attach a copy of the certification.
- x. Up to \$2,500 per contract purchased for advanced tuition payments made to the **Maryland Prepaid College Trust** and a maximum of \$2,500 per taxpayer per beneficiary for the total of all amounts contributed to investment accounts for same beneficiary under the **Maryland College Investment Plan** and the **Maryland Broker-Dealer College Investment Plan**. See Administrative Release 32.
- y. Any income of an individual that is related to tangible or intangible property that was seized, misappropriated or lost as a result of the actions or policies of Nazi Germany towards a Holocaust victim. For additional information contact the Revenue Administration Division.
- z. Expenses incurred to buy and install handrails in an existing elevator in a healthcare facility (as defined in Section 19-114 of the

Health General Article) or other building in which at least 50% of the space is used for medical purposes.

- aa. Payments from a pension system to the surviving spouse or other beneficiary of a law enforcement officer or firefighter whose death arises out of or in the course of their employment. See Administrative Releases 10 & 13.
- ab. **INCOME FROM U.S. GOVERNMENT OBLIGATIONS.** Enter interest on U.S. savings bonds and other U.S. obligations. Capital gains from the sale or exchange of U.S. obligations should be included on this line. Dividends from mutual funds that invest in U.S. government obligations are also exempt from state taxation. However, only that portion of the dividends attributable to interest or capital gain from U.S. government obligations can be subtracted. You cannot subtract income from Government National Mortgage Association securities.
- bb. Net subtraction modification to Maryland taxable income when claiming the federal depreciation allowances from which the State of Maryland has decoupled. Complete and attach Form 500DM. See Administrative Release 38.
- cc. Net subtraction modification to Maryland taxable income when the federal special 5-year carryback period was used for a net operating loss under federal law compared to Maryland taxable income without regard to federal provisions. Complete and attach Form 500DM. See Administrative Release 38.
- cd. Net subtraction modification to Maryland taxable income resulting from the federal ratable inclusion of deferred income arising from business indebtedness discharged by reacquisition of a debt instrument. Complete and attach Form 500DM. See Administrative Release 38.

- dd. Income derived within an arts and entertainment district by a qualifying residing artist from the publication, production, or sale of an artistic work that the artist created, wrote, composed or executed. Complete and attach Form 502AE.
- dm. Net subtraction modification from multiple decoupling provisions. See the table at the bottom of Form 500DM.
- dp. Net subtraction decoupling modification from a pass-through entity. See Form 500DM.
- ee. The amount received as a grant under the Solar Energy Grant Program administered by the Maryland Energy Administration (but not more than the amount included in your total income).
- ff. Amount of the cost difference between a conventional on-site sewage disposal and a system that utilizes nitrogen removal technology, for which the Department of Environment's payment assistance program does not cover.
- hh. **Exemption adjustment for high income taxpayers with interest on U.S. obligations.** If you have received income from U.S. Obligations and your federal adjusted gross income exceeds \$100,000 (\$150,000 if filing Joint, Head of Household, or Qualifying Widow(er)), enter the difference, if any, between the exemption amount based on your federal adjusted gross income and the exemption amount based upon your federal adjusted gross income after subtracting your U.S. Obligations using the Exemption Adjustment worksheet.

**Line 14. TWO-INCOME SUBTRACTION.** You may subtract up to \$1,200 if both spouses have income subject to Maryland tax and you file a joint return. To compute the subtraction complete the TWO-INCOME MARRIED COUPLE SUBTRACTION WORKSHEET.

## hh. EXEMPTION ADJUSTMENT WORKSHEET

- Step 1: Enter the exemption amount to be reported on line 19 of Form 502 using the chart in Instruction 10. (If you are a part-year resident, enter the amount to be reported on line 19 before it is prorated.) ..... \$ \_\_\_\_\_
- Step 2: Enter your federal adjusted gross income as reported on line 1 of your Form 502 ..... \$ \_\_\_\_\_
- Step 3: Enter your income from U.S. Obligations (line ab, Form 502SU) ..... \$ \_\_\_\_\_
- Step 4: Subtract amount on Step 3 from amount reported in Step 2. .... \$ \_\_\_\_\_
- Step 5: Recalculate your exemption amount using the chart in Instruction 10, using the income from Step 4. Remember to add your \$1,000 exemptions for age and blindness if applicable ..... \$ \_\_\_\_\_
- Step 6: Subtract the exemption amount calculated in Step 1 from the exemption amount calculated in Step 5. If the amount is less than zero (0), enter zero (0). If the amount is zero, you have already received the maximum exemption that you are entitled to claim on Form 502 ..... \$ \_\_\_\_\_

**If the amount is greater than zero (0), this is your subtraction from income. Enter this amount as a subtraction on line hh of Form 502SU.**

### Example:

Fred and Mary Jones had a federal adjusted gross income of \$225,000. They also had \$40,000 on interest from US savings bonds and had a dependent son whom they claimed on the Maryland tax return. Using Instruction 10, they found that the exemption amount on their Maryland return (based upon \$225,000 of income) was \$3,600 (\$1,200 for three exemptions). If it were not for the \$40,000 of US savings bonds, their federal adjusted gross income would have been \$185,000 and their exemption amount would have been \$5,400 (\$1,800 for three exemptions). Therefore, Fred and Mary Jones are entitled to claim a subtraction of \$1,800 (\$5,400 - \$3,600) on line hh of Form 502SU.

# TWO-INCOME MARRIED COUPLE SUBTRACTION WORKSHEET

	(a) you	(b) your spouse
1. ENTER the portion of federal adjusted gross income from line 1 of Form 502 attributable to each spouse.		
2. ENTER the portion of additions to income from line 6 of Form 502 attributable to each spouse. . . . .		
3. ADD lines 1 and 2. . . . .		
4. ENTER the portion of subtractions from income from lines 8-13 of Form 502 attributable to each spouse.		
5. SUBTRACT line 4 from line 3. . . . .		
6. COMPARE the amounts on lines 5 (a) and (b) and enter the smaller amount here but not less than zero. . . . .		
7. ENTER \$1,200 or the amount on line 6, whichever is less. ENTER this amount on line 14 of Form 502. . . . .		

## 14 Itemized deductions. If you figure your tax by the ITEMIZED DEDUCTION METHOD, complete line 17a and b on Maryland Form 502. (See Instruction 16 to see if you will use the ITEMIZED DEDUCTION METHOD.)

### USE FEDERAL FORM 1040 SCHEDULE A

To use the ITEMIZED DEDUCTION METHOD, you must itemize your deductions on your federal return and complete federal Form 1040 Schedule A. Copy the amount from Schedule A, line 29, Total Itemized Deductions, on line 17a of Form 502. Certain items of federal itemized deductions are not eligible for State purposes and must be sub-

tracted from line 17a. State and local income taxes used as a deduction for federal purposes must be entered on line 17b. Also, any amounts deducted as contributions of Preservation and Conservation Easements for which a credit is claimed on Form 502CR must be added to line 17b.

You are not required to itemize deductions on your Maryland return simply because

you itemized on your federal return. Figure your tax each way to determine which method is best for you.

If your unreimbursed business expenses include depreciation to which an adjustment is required for Maryland purposes, complete Form 500DM to calculate the addition modification "I" or subtraction modification "bb".

## 15 Figure your Maryland adjusted gross income. Complete lines 1-16 on the front of Form 502. Line 16 is your Maryland adjusted gross income.

## 16 Figure your Maryland taxable net income. To find your taxable income you must subtract either the standard deduction from the worksheet or the itemized deductions you have entered on line 17 of Form 502. The ITEMIZED DEDUCTION METHOD will lower your taxes if you have enough deductions. If you are not certain about which method to use, figure your tax both ways to determine which method is best for you. Check the box on line 17 of Form 502 to show which method you will use. NOTE: You must use the standard deduction if you are using Form 503 or if you did not itemize on your federal return. Follow these instructions:

### STANDARD DEDUCTION METHOD (Check the box on line 17 of Form 502)

The STANDARD DEDUCTION METHOD gives you a standard deduction of 15% of Maryland adjusted gross income (line 16) with minimums of \$1,500 and \$3,000 and maximums of \$2,000 and \$4,000, depending on your filing status. Use the worksheet on this page for your filing status to figure your standard deduction. Write the result on line 17 of Form 502 or line 2 of Form 503. Then follow the instructions for EXEMPTIONS.

### ITEMIZED DEDUCTION METHOD (Check the box on line 17 of Form 502)

You may itemize your deductions only if you itemized deductions on your federal return. See Instruction 14 for completing lines 17a and b of Form 502. Enter the result on line 17b.

You are not required to itemize deductions on your Maryland return simply because you itemized on your federal return. Figure your tax each way to determine which method is best for you.

### EXEMPTIONS

After completing the EXEMPTIONS area on your return, enter the total exemption amount on line 19 of Form 502 or line 4 of Form 503.

### PART-YEAR RESIDENTS AND NONRESIDENT MILITARY TAXPAYERS

You must adjust your standard or itemized deductions and exemptions. If you are a part-year resident, see Instruction 26. If you are a nonresident military member filing a joint return with your civilian spouse, see Administrative Release 1.

## Figure your standard deduction

### If your filing status is:

- Single • Married filing separately  
or • Dependent taxpayer

#### Worksheet 1

Enter your income from line 16 of Form 502 or line 1 of Form 503. . . . . \$ \_\_\_\_\_ Your standard deduction is:

If your income is:  
\$10,000 or less. . . . . \$ 1,500

or

If your income is between \$10,000-13,333  
Enter your income from above: . . . . . \$ \_\_\_\_\_

Multiply by 15 percent (.15) . . . . . X .15

This is your standard deduction . . . . . \$ \_\_\_\_\_

or

If your income is:  
\$13,333 or over . . . . . \$ 2,000

**Enter your standard deduction on line 17 of Form 502 or line 2 of Form 503.**

- Married filing jointly • Head of household  
or • Qualifying widow(er)

#### Worksheet 2

Enter your income from line 16 of Form 502 or line 1 of Form 503. . . . . \$ \_\_\_\_\_ Your standard deduction is:

If your income is:  
\$20,000 or less. . . . . \$ 3,000

or

If your income is between \$20,000-26,667  
Enter your income from above: . . . . . \$ \_\_\_\_\_

Multiply by 15 percent (.15) . . . . . X .15

This is your standard deduction . . . . . \$ \_\_\_\_\_

or

If your income is:  
\$26,667 or over . . . . . \$ 4,000

**Enter your standard deduction on line 17 of Form 502 or line 2 of Form 503.**



The taxable net income from line 20 is carried over to line 23 on page 2. Lines 21 and 22 have been reserved for future use.

The 2010 Maryland tax rate schedules are shown so you can see the tax rate that applies to all levels of income; however, do not use them to figure your tax. Instead use the tax tables if your income is under \$100,000; otherwise, use the appropriate row in the Maryland

Tax Computation Worksheet Schedules at the end of the tax tables to figure your tax. The tax tables and the Maryland Tax Computation Worksheet Schedules I and II have been based on these tax rate schedules.

Tax rate schedule I (for taxpayers filing as Single, Married Filing Separately, or as Dependent Taxpayers. This rate is also used for taxpayers filing as Fiduciaries.)			Tax rate schedule II (for taxpayers filing Joint Returns, Head of Household, or for Qualifying Widows/Widowers.)		
Taxable Net Income is:		Maryland Tax is:	Taxable Net Income is:		Maryland Tax is:
Over	But Not Over		Over	But Not Over	
\$ 0	\$ 1,000	2% of the amount	\$ 0	\$ 1,000	2% of the amount
1,000	2,000	\$20 plus 3% of the excess over \$1,000	1,000	2,000	\$20 plus 3% of the excess over \$1,000
2,000	3,000	\$50 plus 4% of the excess over \$2,000	2,000	3,000	\$50 plus 4% of the excess over \$2,000
3,000	150,000	\$90 plus 4.75% of the excess over \$3,000	3,000	200,000	\$90 plus 4.75% of the excess over \$3,000
150,000	300,000	\$7,072.50 plus 5% of the excess over \$150,000	200,000	350,000	\$9,447.50 plus 5% of the excess over \$200,000
300,000	500,000	\$14,572.50 plus 5.25% of the excess over \$300,000	350,000	500,000	\$16,947.50 plus 5.25% of the excess over \$350,000
500,000	1,000,000	\$25,072.50 plus 5.5% of the excess over \$500,000	500,000	1,000,000	\$24,822.50 plus 5.5% of the excess over \$500,000
1,000,000	-----	\$52,572.50 plus 6.25% of the excess over \$1,000,000	1,000,000	-----	\$52,322.50 plus 6.25% of the excess over \$1,000,000

Find the income range in the tax table that applies to the amount on line 23 of Form 502 or line 5 of Form 503. Find the Maryland tax cor-

responding to your income range. Enter the tax amount on line 24 of Form 502 or line 6 of Form 503. If your taxable income is \$100,000 or

more, use the Maryland Tax Computation Worksheet at the end of the tax table.

**Earned income credit, poverty level credit, credits for individuals and business tax credits. If you claim earned income credit or poverty level credit, see Instruction 19 for your local credit calculation.**

**Line 25 of Form 502.**

**Line 7a of Form 503. EARNED INCOME CREDIT.** If you claimed an earned income credit on your federal return, then you may claim one-half (50%) of the federal credit on

your Maryland return. If you are a part-year resident or a member of the military, see Instruction 26(o) before completing this worksheet.

If you filed a joint federal return, but a separate Maryland return, you may claim a combined

total of up to one-half the federal credit.

Complete the STATE EARNED INCOME CREDIT WORKSHEET to calculate the amount to enter on line 25 of Form 502 or line 7a of Form 503.

**STATE EARNED INCOME CREDIT WORKSHEET**

(Part-year residents see Instruction 26(o))

1. Maryland tax (from line 24 of Form 502 or line 6 of Form 503) ..... 1. \_\_\_\_\_
2. Federal earned income credit \_\_\_\_\_ x 50% (.50). Enter this amount here and on line 25 of Form 502 or line 7a of Form 503... 2. \_\_\_\_\_
3. Subtract line 2 from line 1. If less than zero (0) enter zero (0). .... 3. \_\_\_\_\_

If line 3 is greater than zero (0), you may qualify for the Poverty Level Credit. See instructions below.

If line 3 is zero (0), you may qualify for the Refundable Earned Income Credit. See Instruction 21.

**Line 26 of Form 502.**

**Line 7b of Form 503. STATE POVERTY LEVEL CREDIT.** If your earned income and federal adjusted gross income plus additions are below the poverty level income for the number of exemptions on your federal tax return, you may be eligible for the poverty level credit. You are

not eligible for this credit if you checked filing status 6 (dependent taxpayer) on your Maryland income tax return.

Generally, if your Maryland state tax exceeds 50% of your federal earned income credit and your earned income and federal adjusted gross income are below the poverty income guidelines

from the worksheet, you may claim a credit of 5% of your earned income.

Complete the STATE POVERTY LEVEL CREDIT WORKSHEET to calculate the amount to enter on line 26 of Form 502 or line 7b of Form 503.

**This is not a refundable credit.**

**STATE POVERTY LEVEL CREDIT WORKSHEET**

If you checked filing status 6 on your Maryland return, you are not eligible for this credit.

1. Enter the amount from line 7 of Form 502, or line 1 of Form 503. If you checked filing status 3 (married filing separately) and you filed a joint federal return enter your joint federal adjusted gross income plus any Maryland additions ..... 1. \_\_\_\_\_
2. Enter the total of your salary, wages, tips and other employee compensation and net profit from self-employment. (Do not include a farm or business loss.) Also include your distributive share of income from pass-through entities. . . 2. \_\_\_\_\_
3. Find the number of exemptions in the chart that is the same as the number of exemptions entered on your federal tax return. Enter the income level that corresponds to the exemption number ..... 3. \_\_\_\_\_
4. Enter the amount from line 1 or 2, whichever is larger. .... 4. \_\_\_\_\_  
Compare lines 3 and 4. If line 4 is greater than or equal to line 3, STOP HERE. You do not qualify for this credit.  
If line 3 is greater than line 4, continue to line 5.
5. Multiply line 2 by 5% (.05). This is your State Poverty Level Credit. Enter that amount here and on line 26 of Form 502 or line 7b of Form 503. (Part-year residents or members of the military see Instruction 26(o)). . . . 5. \_\_\_\_\_

**POVERTY INCOME GUIDELINES**

Number of Exemptions on Federal Return	Income Level
1	\$10,830
2	\$14,570
3	\$18,310
4	\$22,050
5	\$25,790
6	\$29,530
7	\$33,270
8	\$37,010

If you have more than 8 exemptions, add \$3,740 to the last income level for each additional exemption.

**Line 27 of Form 502. OTHER INCOME TAX CREDITS FOR INDIVIDUALS.** Enter the total of your income tax credits as listed below. Complete and attach Form 502CR with Form 502.

a. CREDITS FOR INCOME TAXES PAID TO OTHER STATES. If you have income subject to tax in both Maryland and another state, you may be eligible for a tax credit. **Note:**

You must attach a copy of Form 502CR and also a copy of the tax return filed in the other state. If these are not attached, no credit will be allowed.



- b. **CREDIT FOR CHILD AND DEPENDENT CARE EXPENSES.** 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.
- c. **QUALITY TEACHER INCENTIVE CREDIT.** If you are a Maryland public school teacher who paid tuition to take graduate level courses required to maintain certification, you may be eligible for a tax credit.
- d. **CREDIT FOR AQUACULTURE OYSTER FLOATS.** If you purchased a new aquaculture oyster float during the tax year, you may be entitled to a credit of up to \$500 for the cost of the float.
- e. **LONG-TERM CARE INSURANCE CREDIT.** If you paid a premium for a long-term care insurance policy for yourself or certain family members, you may be eligible for a tax credit.
- f. **CREDIT FOR PRESERVATION AND CONSERVATION EASEMENTS.** If you donated an easement to the Maryland Environmental Trust or the Maryland Agricultural Land Preservation Foundation to preserve open space, natural resources, agriculture, forest land, watersheds, significant ecosystems, viewsheds, or historic properties, you may be eligible for a credit.

**NOTE: HERITAGE STRUCTURE REHABILITATION TAX CREDIT.** See Form 502H for qualifications and instructions.

For additional information regarding any of the above income tax credits, see the instructions for Form 502CR.

**Line 28 of Form 502. BUSINESS TAX CREDITS.** Enter the total of your business tax credits as listed below. For credits a through q, complete and attach Form 500CR with Form 502.

- a. **ENTERPRISE ZONE TAX CREDIT.** Businesses located in an enterprise zone may be eligible for tax credits based upon wages paid to qualifying employees.
- b. **EMPLOYMENT OPPORTUNITY TAX CREDIT.** Businesses employing persons receiving "Aid to Families With Dependent Children" (AFDC) or Family Investment Program Entitlements (FIP) may be eligible for tax credits based upon wages paid to and child care and transportation expenses paid on behalf of those employees.
- c. **MARYLAND DISABILITY EMPLOYMENT TAX CREDIT.** Businesses employing persons with disabilities as certified by the State Depart-

ment of Education or veterans with disabilities as certified by the Department of Labor, Licensing and Regulation may be eligible for tax credits based upon wages paid to and child care and transportation expenses paid on behalf of those employees.

- d. **RESEARCH AND DEVELOPMENT TAX CREDIT.** Businesses may claim a credit for certain qualified research and development expenses.
- e. **JOB CREATION TAX CREDIT.** Certain businesses that create new qualified positions in Maryland may be eligible for a tax credit based on the number of qualified positions created or wages paid for these positions.
- f. **COMMUNITY INVESTMENT TAX CREDIT.** Businesses that contribute to approved Neighborhood and Community Assistance Programs may be eligible for a tax credit of 50% of approved contributions with a maximum credit of \$250,000. Individuals who make a non-business contribution may also be eligible for this tax credit.
- g. **BUSINESSES THAT CREATE NEW JOBS TAX CREDIT.** Certain businesses located in Maryland that create new positions or establish or expand business facilities in the state may be entitled to an income tax credit if a property tax credit is granted by Baltimore City or any county or municipal corporation of Maryland.
- h. **TELECOMMUNICATIONS PROPERTY TAX CREDIT.** A credit is allowed for a public utility that is a telecommunications company for 60% of the total state, county and municipal corporation property taxes paid on certain Maryland property.
- i. **WORK-BASED LEARNING PROGRAM TAX CREDIT.** Businesses located in Maryland that provide approved work-based learning programs for secondary or postsecondary student employees may be eligible for tax credits based on the number of qualified participating student employees or wages paid for these employees.
- j. **EMPLOYER-PROVIDED LONG-TERM CARE INSURANCE TAX CREDIT.** A credit may be claimed for costs incurred by an employer who provides long-term care insurance as part of an employee benefit package.
- k. **ONE MARYLAND ECONOMIC DEVELOPMENT TAX CREDIT.** Businesses may claim a credit against the project cost and startup cost to establish, relocate or expand a business in a distressed county in Maryland.

- l. **COMMUTER TAX CREDIT.** Businesses may claim a credit for the cost of providing qualifying commuter benefits to the business entities' employees.
- m. **MARYLAND-MINED COAL TAX CREDIT.** A qualifying cogenerator, small power producer or electricity supplier may claim a credit for the purchase of Maryland-mined coal.
- n. **LONG-TERM EMPLOYMENT OF QUALIFIED EX-FELONS TAX CREDIT.** Businesses that employ qualified ex-felons under a program approved by the Department of Labor, Licensing and Regulation may be eligible for a credit based upon wages paid to the qualified employee.
- o. **GREEN BUILDING TAX CREDIT.** A business that constructs or rehabilitates a building that conforms to specific standards intended to save energy and to mitigate environmental impact may take a credit for a portion of the cost.
- p. **CELLULOSIC ETHANOL TECHNOLOGY RESEARCH AND DEVELOPMENT TAX CREDIT.** Businesses and individuals may claim a credit of up to 10% of the qualified research and development expenses incurred in Maryland for technology that is used to develop cellulosic biomass for conversion to ethanol fuel.
- q. **BIO-HEATING OIL TAX CREDIT.** Businesses and individuals may claim a credit of 3 cents for each gallon of heating oil with a blend of at least 5% biodiesel purchased for space or water heating with a maximum credit of \$500.

**For additional information regarding any of the above income tax credits, see the instructions provided on Form 500CR, Business Tax Credits. To obtain this form, see page ii, "Getting Help".**

**NOTE:** If you claim a business tax credit for items a, b, c, d, h, n, and p an addition to income must be included on line 5. See Instruction 12.

If you had a rehabilitation that you believe qualified for the Heritage Structure Rehabilitation Tax Credit, see Form 502H for qualifications and instructions.

**19 Local income tax and local credits.** Maryland counties and Baltimore City levy an income tax which is a percentage of Maryland taxable net income. Use the **LOCAL TAX RATE CHART** and the **LOCAL TAX WORKSHEET** to figure your local income tax. Use the county (or Baltimore City) you resided in on the last day of the tax year and which you showed in the box at the top of Form 502 or 503. Military taxpayers should refer to Instruction 29.

**Local earned income credit.** If you entered an earned income credit on line 25 of Form 502 or line 7a of Form 503, complete the **LOCAL EARNED INCOME CREDIT WORKSHEET**.

**Local poverty level credit.** If you entered a poverty level credit on line 26 of Form 502 or line 7b of Form 503, complete the **LOCAL POVERTY LEVEL CREDIT WORKSHEET**.

If you file Form 503, add the boxes for local earned income credit (10a) and local poverty level credit (10b) and enter on line 10.

**SPECIAL NOTE:** If you and your spouse were

domiciled in different taxing jurisdictions, you should file separate Maryland returns even though you filed a joint federal return. (See Instruction 7.) However, if you choose to file a joint Maryland return, please use the following instructions. Enter both counties and/or local jurisdictions in the county, city, town or special taxing area box on the front of your return. If the local tax rates are the same, complete the worksheets as instructed and attach a schedule showing the local tax for each jurisdiction based on the ratio of each spouse's income to the total income. Also note the words "sepa-

rate jurisdictions" on line 31 of Form 502 or line 9 of Form 503. If the local tax rates are different, calculate a ratio of each spouse's income to total income. Then apply this ratio to the taxable net income and calculate the local tax for each spouse separately using the appropriate local tax rates. Enter the combined local tax on line 31 of Form 502 or line 9 of Form 503 and write the words "separate jurisdictions" on that line. Attach a schedule showing your calculations.

## 2010 LOCAL TAX RATE CHART

Subdivision	Rate	Subdivision	Rate	Subdivision	Rate
Baltimore City .....	.0305	Charles County .....	.0290	Prince George's County .....	.0320
Allegany County .....	.0305	Dorchester County .....	.0262	Queen Anne's County .....	.0285
Anne Arundel County .....	.0256	Frederick County .....	.0296	St. Mary's County .....	.0300
Baltimore County .....	.0283	Garrett County .....	.0265	Somerset County .....	.0315
Calvert County .....	.0280	Harford County .....	.0306	Talbot County .....	.0225
Caroline County .....	.0263	Howard County .....	.0320	Washington County .....	.0280
Carroll County .....	.0305	Kent County .....	.0285	Wicomico County .....	.0310
Cecil County .....	.0280	Montgomery County .....	.0320	Worcester County .....	.0125

## LOCAL TAX WORKSHEET

Multiply the taxable net income by your local tax rate from the Local Tax Rate Chart for the county in which you were a resident on the last day of the tax year. Enter the result on line 31 of Form 502 or line 9 of Form 503. This is your local income tax.

1. Taxable net income from line 23 of Form 502 or line 5 of Form 503.....\$ \_\_\_\_\_
2. Local tax rate from chart above. The first digit has been entered for you.....**.0** \_\_\_\_\_
3. Local income tax (Multiply line 1 by line 2.) Enter this amount on line 31 of Form 502 or line 9 of Form 503 rounded to the nearest cent or whole dollar.....\$ \_\_\_\_\_

## LOCAL EARNED INCOME CREDIT WORKSHEET

(Part-year residents see Instruction 26 (o) )

- 1.. Enter federal earned income credit from your federal return.....1. \_\_\_\_\_
  2. Enter your local tax rate from line 2 of the LOCAL TAX WORKSHEET .....2. **.0** \_\_\_\_\_
  - 3.. Multiply line 2 by 10 and enter on line 4.....3. **x10** \_\_\_\_\_
- Example:    .0256    ( Note: In lieu of multiplying by 10 you may  
                    $\times 10$        simply move the decimal point one place  
                   .256       to the right and enter on line 4. )
4. Local earned income credit rate .....4. \_\_\_\_\_
  5. Multiply line 1 by line 4. Enter here and on line 32 of Form 502 or line 10a of Form 503 .....5. \_\_\_\_\_

## LOCAL POVERTY LEVEL CREDIT WORKSHEET

(Part-year residents see Instruction 26 (o) )

Refer to the STATE POVERTY LEVEL CREDIT WORKSHEET in Instruction 18. If the amount on line 3 is greater than the amount on line 4, you are eligible to claim the local poverty level credit. Complete this worksheet to calculate the amount of your credit.

- A. Enter the amount from line 2 of the STATE POVERTY LEVEL CREDIT WORKSHEET.....A. \_\_\_\_\_
- B. Enter your local tax rate from line 2 of the LOCAL TAX WORKSHEET .....B. **.0** \_\_\_\_\_
- C. Multiply line A by line B. Enter the amount here and on line 33 of Form 502 or line 10b of Form 503.....C. \_\_\_\_\_

**20** **Total Maryland tax, local tax and contributions.** Add your Maryland tax from line 30 of Form 502 or line 8 of Form 503 and your local tax from line 35 of Form 502 or line 11 of Form 503 and enter on line 36 of Form 502 or line 12 of Form 503. Add to your tax any contribution amounts and enter the total on line 40 of Form 502 or line 16 of Form 503.

### CHESAPEAKE BAY AND ENDANGERED SPECIES FUND

You may contribute any amount you wish to this fund. The amount contributed will reduce your refund or increase your balance due.

### DEVELOPMENTAL DISABILITIES ADMIN- ISTRATION WAITING LIST EQUITY FUND

You may contribute any amount you

wish to this fund. The amount contributed will reduce your refund or increase your balance due.

### MARYLAND CANCER FUND

You may contribute any amount you wish to this fund. The amount contributed will reduce your refund or increase your balance due.

**IMPORTANT:** If there are not sufficient

credits or other payments to satisfy both your tax and the contribution you have designated, the contribution amount will be reduced. If you have entered amounts for contributions to multiple funds, any reduction will be applied proportionately.



**Line 41 of Form 502.**

**Line 17 of Form 503. MARYLAND TAX WITHHELD.** Write the total Maryland and local tax withheld as shown on the wage and tax statements (Forms W-2, W-2G or 1099) you have received. Add the amounts identified as Maryland and local tax withheld on each form and write the total on this line. Attach Forms W-2, W-2G and 1099 to your return if **Maryland tax is withheld**. You will not get credit for your withholding if you do not attach Forms 1099, W2 or W2G, substantiating Maryland withholding.

**IMPORTANT:** Your wage and tax statements contain many numbers. Be sure you

add only the amounts identified as Maryland and local tax withheld.

**Line 42. ESTIMATED TAX PAYMENTS.** Enter on line 42 the total of:

- Maryland estimated tax payments;
- Amount of overpayment applied from 2009 return; AND
- Payment made with a request for an automatic extension of time to file your 2010 return. (See the instructions on Form 502E.)
- Report the income tax withheld on your behalf as an estimated payment, if you participated in a nonresident real estate trans-

action as an individual. Enter code number 506 in one of the code number boxes to the right of the telephone number area. The tax will be identified as Maryland tax withheld on the Form MW506NRS.

**NOTE:** Estimated tax payments are required if you expect to receive any income (like pensions, business income, capital gains, lottery, etc.) from which no tax or not enough Maryland tax will be withheld. Read the instructions on the back of Form 502D, Maryland Personal Declaration of Estimated Income Tax.

## REFUNDABLE EARNED INCOME CREDIT WORKSHEET

**TO CLAIM THIS CREDIT YOU MUST:**

- have an entry on line 25 and line 32 of Form 502 or line 7a and line 10a of Form 503; and
- have entered zero on line 3 of the STATE EARNED INCOME CREDIT WORKSHEET in Instruction 18.

- Enter your federal earned income credit \_\_\_\_\_ x 25% (.25) (Part-year residents see Instruction 26(o)) . . . . . 1. \_\_\_\_\_
- Enter your Maryland tax from line 24 of Form 502 or line 6 of Form 503. . . . . 2. \_\_\_\_\_
- Subtract line 2 from line 1. If less than zero (0), enter zero (0). This is your refundable earned income credit. . . . . 3. \_\_\_\_\_

If line 3 is greater than zero, enter the amount on line 43 of Form 502 or line 18 of Form 503.



**Line 43 of Form 502.**

**Line 18 of Form 503. REFUNDABLE EARNED INCOME CREDIT.** If one-half of your federal earned income credit is greater than your Maryland tax you may also be eligible for a refundable earned income credit. This credit is the amount by which 25% of your federal earned income credit exceeds your Maryland tax liability. Complete the REFUNDABLE EARNED INCOME CREDIT WORKSHEET and enter the result on this line.

**Line 44. REFUNDABLE INCOME TAX CREDITS.** Enter the total of your income tax credits as listed below:

- NEIGHBORHOOD STABILIZATION TAX CREDIT.** If you own and live in a home in certain areas of Baltimore City or Baltimore

County you may qualify for this credit. See instructions for Form 502CR.

-  **HERITAGE STRUCTURE REHABILITATION TAX CREDIT AND/OR SUSTAINABLE COMMUNITIES TAX CREDIT.** A credit is allowed for a certain percentage of qualified rehabilitation expenditures, as certified by the Maryland Historical Trust. Attach a copy of Form 502H, 502S, or both, if applicable, and the certifications.
-  **REFUNDABLE BUSINESS INCOME TAX CREDITS.** One Maryland Economic Development Tax Credit and Biotechnology Investment Incentive Tax Credit, Clean Energy Incentive Tax Credit and Job Creation and

Recovery Tax Credit. See Form 500CR for qualifications and instructions.

- IRC SECTION 1341 REPAYMENT.** If you repaid an amount reported as income on a prior year tax return this year that was greater than \$3,000, you may be eligible for an IRC Section 1341 repayment credit. For additional information, see Administrative Release 40.
- FORM 1041 SCHEDULE K-1 NONRESIDENT PTE TAX.** If you are the beneficiary of a trust for which nonresident PTE tax was paid, you may be entitled to a share of that tax.

Complete and attach Form 502CR with Form 502.

**Overpayment or balance due.** Calculate the Balance Due (line 46 of Form 502 or line 20 of Form 503) or Overpayment (line 47 of Form 502 or line 21 of Form 503). Read instructions under **UNDERPAYMENT OF ESTIMATED TAX** and then go to **BALANCE DUE** or **OVERPAYMENT**.

### UNDERPAYMENT OF ESTIMATED TAX

If you had income from which tax was not withheld or did not have enough tax withheld during the year, you may have owed an estimated tax. All taxpayers should refer to Form 502UP (in this booklet) to determine if they owe interest because they paid too little estimated tax during the year.

If you owe interest, complete Form 502UP and write the amount of interest (line 18 of Form 502UP) in the appropriate box on line 50 of Form 502 or line 22 of Form 503. Attach Form 502UP.

Generally, you do not owe interest if:

- you owe less than \$500 tax on income that is not subject to Maryland withholding, OR
- each current year payment, made quarterly as required, is equal to or more than one-fourth of 110% of last year's tax, that was developed OR
- you made quarterly payments during the year that equal 90% of this year's tax.

Special rules apply if your gross income from farming or fishing is at least two-thirds of your total estimated gross income. See page 2 of Form 502UP for additional information and instructions for claiming this exemption from interest.

### INTEREST FOR LATE FILING

Interest is due at the rate of 13% annually or 1.08% per month for any month or part of a month that a tax is paid after the original due date of the return. Enter any interest due in the appropriate box of your tax return.

Penalty up to 25% may be assessed by the Revenue Administration Division for failing to pay any tax, or failing to file a tax return, when due.

### TOTAL INTEREST

Enter the total of interest for underpayment of estimated tax and interest for late filing on line 50 of Form 502 or line 22 of Form 503.

### BALANCE DUE

If you file Form 502 and have a balance due on line 46, add this amount to any amount on line 50. Put the total on line 51.

If you file Form 503 and have a balance due on line 20, add this amount to any amount on line 22. Put the total on line 23.

Pay your balance due (unless it is less than \$1.00). Go to Instructions 23 and 24 regarding signatures, attachments and mailing.

### OVERPAYMENT

If you file Form 502 and have an overpayment on line 47, the Revenue Administration Division will refund any amount of \$1.00 or more. If you want part or all of your overpayment applied to your 2011 estimated tax, then write the amount you want applied on line 48. Overpayments may first be applied to previous years' tax liabilities or other debts as required by federal or state law. If you must pay interest for underpayment of estimated tax, enter the amount of interest from line 18 of Form 502UP on line 50. Subtract lines 48

and 50 from your overpayment (line 47). This is the amount of your refund. Write this amount on line 49. No refunds of less than \$1.00 will be sent. Go to Instructions 23 and 24 regarding signatures, attachments and mailing.

If you file Form 503 and have an overpayment on line 21, this is the amount of your refund. Overpayments may first be applied to previous years' tax liabilities or other debts as required by federal or state law. No refunds of less than \$1.00 will be sent. Go to Instructions 23 and 24 regarding signatures, attachments and mailing.

The length of time you have for claiming a refund is limited. See Instruction 28 for more information.

#### DIRECT DEPOSIT OF REFUND

In order to comply with new banking rules, we ask you to indicate on your return if the state refund is going to an account outside the United States. If you indicate that this is the case, do not enter your routing and account number, as the direct deposit option is not available to you. We will send you a paper check. Complete lines 52a, b and c of Form 502 or lines 24a, b and c of Form 503 if you want us to deposit your refund directly into your account at a bank or other financial institution (such as a mutual fund, brokerage firm, or credit union) in the United States.



*Check with your financial institution to make sure your direct deposit will be accepted and to get the correct routing and account numbers. The State of Maryland is not responsible for a lost refund if you enter the wrong account information.*

#### Line 52a of Form 502.

**Line 24a of Form 503.** Check the appropriate box to identify the type of account that will be used (checking or savings). You must check one box only or a refund check will be mailed.

#### Line 52b of Form 502.

**Line 24b of Form 503.** The routing number must be **nine** digits. If the first two digits are not 01 through 12 or 21 through 32, the direct deposit will be rejected and a check will be mailed.

If you are not sure of the correct routing number or if your check states that it is payable through a financial institution different from the one at which you have your checking account, contact your financial institution for the correct routing number.

#### Line 52c of Form 502.

**Line 24c of Form 503.** The account number can be up to 17 characters (both numbers and letters). Omit spaces, hyphens and special symbols. Enter the number from left to right.

If we are notified by the financial institution that the direct deposit is not successful, a refund check will be mailed to you.

Please have a bank statement for the deposit account available if you contact us concerning the direct deposit of your refund.

#### DISCLOSURE

Entering your bank account routing number, account number and account type in the area provided on your Maryland income tax return to request a direct deposit of your income tax refund authorizes the Comptroller's Office to disclose this information and your refund amount to the Maryland State Treasurer's Office who performs banking services for the Comptroller's Office.

#### SPLITTING YOUR DIRECT DEPOSIT



If you would like to deposit portions of your refund (Form 502, line 49 or Form 503, line 21) to multiple accounts, do not complete any direct deposit information on your income tax return (Form 502 or 503). Instead, you must enter code number **588** in one of the code number boxes located to the right of the telephone number area on your return, complete, and attach Form 588.

**NOTE: you may not use Form 588 if you are filing Form 502INJ, Maryland Injured Spouse Claim Form, or if you plan to deposit your refund in a bank outside the United States.**

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**Telephone numbers, code number, signatures and attachments.** Enter your telephone numbers and sign and date your return. Be sure to attach all required forms, schedules and statements.

#### CODE NUMBER

If special circumstances apply, you may not owe interest for underpayment of estimated tax. Enter the applicable code number in one of the code number boxes located to the right of the telephone number area. Enter code **300** if you are a farmer or fisherman, **301** if your income was received unevenly throughout the year, or **302** if 90% of your taxable income is taxable by another state and the underpayment is not greater than the local tax. Attach your completed Form 502UP if you have entered code **301**.

#### TAX PREPARERS

If another person prepared your return, that person must also sign the return and enter their Social Security number or preparer's tax identification number (PTIN). The preparer declares, under the penalties of perjury, that the return is based on all information required to be reported of which the preparer has knowledge.

Income tax preparers who, for compensation, completed 200 or more original Maryland individual income tax returns (paper and elec-

tronic forms) for Tax Year 2009 are required to file all original individual income tax returns electronically for Tax Year 2010, except when a taxpayer specifically requests a preparer to file by paper or when a preparer has received a valid written waiver from the Comptroller.

The threshold determination for the electronic filing requirement is 100 for Tax Year 2011 and forward.

At the bottom of the return at the signature area, we have provided a check box for you to authorize your preparer to discuss your return with us. Another check box is provided for you to authorize your preparer not to file your return electronically.

Penalties may be imposed for tax preparers who fail to sign the tax return and provide their Social Security number or preparer's tax identification number, or who failed to file electronically when required.

#### SIGNATURES

You must sign your return. Your signature(s) signifies that your return, including all attach-

ments, is, to the best of your knowledge and belief, true, correct and complete, under the penalties of perjury.

Both husband and wife must sign a joint return. If your spouse cannot sign because of injury or disease and tells you to sign, you can sign your spouse's name in the proper space on the return followed by the words "By (your name), Husband (or Wife)." Be sure to also sign in the space provided for your signature. If a power of attorney is necessary, complete federal Form 2848 and attach to your return.

#### ATTACHMENTS

Be sure to attach wage and tax statements (Form W-2, W-2G and 1099) to the front of your return **if Maryland tax was withheld**. Also attach all forms, schedules and statements required by these instructions. Place your check or money order on top of your wage and tax statements and fasten with one staple on the front of your tax return.

### ELECTRONICALLY FILING YOUR RETURN

The fastest way to file your return and receive your refund is to file electronically and request direct deposit. If you request direct deposit on your electronic return your refund should be in your bank account within 72 hours of acknowledgement from the Revenue Administration Division. **You may request electronic funds withdrawal (direct debit) payments on your electronic return.** If you both file and pay electronically, your return is due April 15th. **However, you will have until April 30th to make your electronic payment. Note: An online payment where the bank mails the Comptroller of Maryland a paper check is not considered an electronic payment.** You may file your return electronically through your personal computer. Do not send a paper copy of the return you electronically filed. For more information, please visit: [www.marylandtaxes.com](http://www.marylandtaxes.com)

### ELECTRONIC PAYMENT OF BALANCE DUE

If your paper or electronic tax return has a balance due, you may pay electronically at [www.marylandtaxes.com](http://www.marylandtaxes.com) by selecting BillPay. The amount that you designate will be debited from your bank or financial institution on the date that you choose.

### PAYMENT BY CHECK OR MONEY ORDER

Make your check or money order payable to "Comptroller of Maryland." Use blue or black ink. Do not use red ink or pencil. Write the type of tax and year of tax being paid on your check. It is recommended that you include your Social Security number on check. Mark an "X" in the box for "Payment Enclosed" on the envelope. **DO NOT SEND CASH.**

### PAYMENT BY CREDIT CARD

You may pay your balance due by using MasterCard, Discover, American Express or Visa. Credit card payments are considered electronic payments for the purpose of the April 30th

extended due date if you filed your return electronically by April 15th.

Credit card payments may be made by telephone or over the Internet. The internet option is available to everyone. You must have filed a 2009 Maryland income tax return to use the telephone option.

Both options will be processed by Official Payments Corporation who will charge a convenience fee on the amount of your payment. The State will not receive this fee. You will be told the amount of the fee before you complete your transaction. Do not include the amount of the convenience fee as part of the tax payment.

To make a credit card payment call 1-800-2PAYTAX (1-800-272-9829) or visit their Web site at [www.officialpayments.com](http://www.officialpayments.com). Enter jurisdiction code 3000 when prompted.



### ELECTRONIC 1099-G

This year at the bottom of the return in the signature area, we have provided a checkbox just above the signature for you to indicate that you agree to receive your statement of refund (Form 1099-G) electronically. Starting in early 2012, electronic Form 1099-G may be downloaded and printed from our secure Web site. At this Web site, you may also request to receive Form 1099-G in paper form.

### MAILING YOUR RETURN

If you are mailing your return please use the envelope provided in this booklet. If the envelope is lost, mail your return to:

**Comptroller of Maryland  
Revenue Administration Division  
Annapolis, Maryland 21411-0001**

Sending your return by certified mail will not result in special handling and may delay your refund.

### Private Delivery Services

If you wish to send your items by a private delivery service (such as FedEx or UPS) instead

of the U.S. Postal Service, use the following address:

### Private Delivery Service Address:

Comptroller of Maryland  
Revenue Administration Division  
80 Calvert Street  
Annapolis, Maryland 21401  
410-260-7980

### DUE DATE

Returns must be mailed by April 15, 2011, for calendar year taxpayers. Persons filing on a fiscal-year basis should see Instruction 25.

### EXTENSION OF TIME TO FILE

Follow the instructions on Form 502E to request an automatic extension of the time to file your 2010 return. Filing this form extends the time to file your return, but does not extend the time to pay your taxes. Payment of the expected tax due is required with Form 502E by April 15, 2011. You can file and pay by credit card or electronic funds withdrawal (direct debit) on our Web site. If no tax is due and you requested a federal extension, you do not need to file Form 502E or take any other action to obtain an automatic **six month extension**. To obtain this form, see page ii, "Getting Help". If no tax is due and you did not request a federal extension, file your extension online at [www.marylandtaxes.com](http://www.marylandtaxes.com) or by phone at 410-260-7829. Only submit Form 502E if tax is due.

### COMBAT ZONE EXTENSION

Maryland allows the same six-month extension for filing and paying personal income taxes for military and support personnel serving in a designated combat zone or qualified hazardous duty area and their spouses as allowed by the IRS. For more detailed information visit [www.irs.gov](http://www.irs.gov). If you are affected by the extension enter **912** in one of the code number boxes to the right of the telephone number area.

**Fiscal year. You must file your Maryland return using the same tax year and the same basis (cash or accrual) as you used on your federal return.**

To file a fiscal year return, complete the fiscal year information at the top of Form 502, and print "FY" in bold letters in the upper left hand corner of the form. Whenever the term "tax year" appears in these instructions,

fiscal year taxpayers should understand the term to mean "fiscal year." Use the 2010 forms in this package for fiscal years which begin during calendar year 2010.

Fiscal year returns are due on the 15th day of the 4th month following the close of the fiscal year.



**Special instructions for part-year residents.** Your return must show all income reported on your federal return, regardless of when or where earned. However, you are permitted to subtract income received when not a resident of Maryland. The following instructions describe the adjustments which must be made for a part-year resident return and returns filed by certain military taxpayers (see Instruction 29) and married couples who file a joint return when one spouse is not a resident of Maryland.

- a. You must file Form 502; you cannot use Form 503.
- b. Whenever the term "tax year" is used in these instructions, it means that portion of the year in which you were a resident of Maryland. If you began residence in Maryland in 2010, the last day of the "tax year" was December 31, 2010. If you ended residence in Maryland in 2010, the last day of the "tax year" was the day before you established residence in another state.
- c. Complete the name and address information at the top of Form 502.
- d. Complete the county, city, town or taxing area information using Instruction 6. Use the county, city, town or taxing area of which you were a resident on the last day of your Maryland residence.
- e. Complete the filing status area using the same filing status that you used on your federal return. Married couples who file joint federal returns may file separate Maryland returns under certain circumstances. See Instruction 7. If you are a dependent taxpayer, use filing status 6.
- f. Complete the EXEMPTIONS area. You can claim the same **number** of exemptions that were claimed on your federal return. Additional exemptions are allowed for age and blindness for Maryland purposes which will be computed in this area.
- g. Complete the PART-YEAR/MILITARY area on the front of Form 502. Place a "P" in the box and show the dates of residence in Maryland. Certain military taxpayers following these instructions should place an "M" in the box and enter the non-Maryland military income. If you are both part-year and military, place a "P" and "M" in the box. Married taxpayers with different tax periods filing a joint Maryland return should enter a "D" in the box, follow the remainder of this instruction and write "different tax periods" in the dates of residence area. Married taxpayers who file a joint return when one spouse is not a resident of Maryland should place a "P" in the part-year resident box and enter the name and the other state of residence of the nonresident spouse.
- h. Enter on line 1 the adjusted gross income from your federal return for the entire year regardless of your length of residence.
- i. Complete the ADDITIONS TO INCOME area using Instruction 12. If you had losses or adjustments to income on your federal return, write on line 5 those loss or adjustment items that were realized or paid when you were **not** a resident of Maryland.
- j. Complete the SUBTRACTIONS FROM INCOME area using Instruction 13. **You**

**may include only subtractions from income that apply to income subject to Maryland tax.** Include on line 12 any income received during the part of the year when you were **not** a resident of Maryland.

- k. You must adjust your standard or itemized deductions and exemptions based on the percentage of your income subject to Maryland tax. Complete the MARYLAND INCOME FACTOR WORKSHEET to figure the percentage of Maryland income to total income.

#### MARYLAND INCOME FACTOR WORKSHEET

1. Enter amount from line 16 of Form 502 \$ \_\_\_\_\_
2. Enter amount from line 1 of Form 502 \$ \_\_\_\_\_
3. Divide line 1 above by line 2. Carry this amount to four decimal places.  
The factor cannot exceed 1 (100%) and cannot be less than zero (0%). If line 1 is 0 or less, the factor is 0. If line 1 is greater than 0 and line 2 is 0 or less, the factor is 1. \_\_\_\_\_

- l. If you itemize deductions, complete lines 17a and b. Prorate the itemized deductions using the following formula:

$$\begin{array}{rcccl} \text{NET} & & \text{MARYLAND} & & \text{MARYLAND} \\ \text{ITEMIZED} & \times & \text{INCOME} & = & \text{ITEMIZED} \\ \text{DEDUCTIONS} & & \text{FACTOR} & & \text{DEDUCTIONS} \end{array}$$

Enter the prorated amount on line 17 of Form 502 and check the Itemized Deduction Method box. Another method of allocating itemized deductions may be allowed. Please send your written request along with your completed Maryland return, a copy of your federal return including Schedule A and a copy of the other state's return. If the other state does not have an income tax, then submit a schedule showing the allocation of income and itemized deductions among the states. The Maryland return must be completed in accordance with the alternative method requested. This request should be sent to the Revenue Administration Division, Taxpayer Accounting Section (Special Allocations), P.O. Box 1829, Annapolis, MD 21404-1829.

- m. If you are not itemizing deductions, you must use the standard deduction. The standard deduction must be prorated using the Maryland income factor. Calculate the

standard deduction using a worksheet in Instruction 16. Prorate the standard deduction using the following formula:

$$\begin{array}{rcccl} \text{STANDARD} & & \text{MARYLAND} & & \text{PRORATED} \\ \text{DEDUCTION} & \times & \text{INCOME} & = & \text{STANDARD} \\ & & \text{FACTOR} & & \text{DEDUCTION} \end{array}$$

Enter the prorated amount on line 17 of Form 502 and check the Standard Deduction Method box.

- n. The value of your exemptions (line 19) must be prorated using the Maryland income factor. Prorate the exemption amount using the following formula:

$$\begin{array}{rcccl} \text{TOTAL} & & \text{MARYLAND} & & \text{PRORATED} \\ \text{EXEMPTION} & \times & \text{INCOME} & = & \text{EXEMPTION} \\ \text{AMOUNT} & & \text{FACTOR} & & \text{AMOUNT} \end{array}$$

Enter the prorated exemption amount on line 19 of Form 502.

- o. You must prorate your earned income, poverty level and refundable earned income credits using the Maryland income factor.

#### EARNED INCOME CREDIT

Multiply your federal earned income credit by the Maryland income factor from line 3 of the MARYLAND INCOME FACTOR WORKSHEET. Enter the result as the federal earned income credit amount on line 2 of the STATE EARNED INCOME CREDIT WORKSHEET in Instruction 18 and on line 1 of the LOCAL EARNED INCOME CREDIT WORKSHEET in Instruction 19.

#### POVERTY LEVEL CREDIT

Multiply the amount from line 5 of the STATE POVERTY LEVEL CREDIT WORKSHEET in Instruction 18 by the Maryland income factor and enter this amount as the credit on line 26 of Form 502.

Multiply the amount from line c of the LOCAL POVERTY LEVEL CREDIT WORKSHEET in Instruction 19 by the Maryland income factor and enter this amount as the credit on line 33 of Form 502.

#### REFUNDABLE EARNED INCOME CREDIT

Multiply your federal earned income credit by the Maryland income factor from line 3 of the MARYLAND INCOME FACTOR WORKSHEET. Enter the result as the federal earned income credit amount on line 1 of the REFUNDABLE EARNED INCOME CREDIT WORKSHEET in Instruction 21.

- p. Complete the remainder of the form using the line instructions.

### FILING THE RETURN

If an individual required to file an income tax return dies, the final income tax return shall be filed:

- by the personal representative of the individual's estate;
- if there is no personal representative, by the decedent's surviving spouse; or
- jointly by the personal representatives of each if both husband and wife are deceased.

### JOINT RETURN

If the spouse of the deceased taxpayer filed a joint federal return with the decedent, generally a joint Maryland return must be filed. (See Instruction 7.)

The word "DECEASED" and the date of death should be written after the decedent's name at the top of the form. The name and title of any person, other than the surviving spouse, filing the return should be clearly

noted on the form. Attach a copy of the Letters of Administration or, if the return is filed solely by the surviving spouse, attach a death certificate.

### KILLED IN ACTION

Maryland will abate the tax liability for an individual who is a member of the U.S. Armed Forces at death, and dies while in active service in a combat zone or at any place from wounds, disease, or injury incurred while in active service in a combat zone. To obtain an abatement, a return must be filed. The abatement will apply to the tax year in which death occurred, and any earlier tax year ending on or after the first day the member served in a combat zone in active service.

Maryland will also abate the tax liability of an individual who dies while a military or civilian employee of the United States, if such death occurs as a result of wounds or injury incurred outside the United States in a terrorist or military action.

In the case of a joint return, Maryland applies the same rules for these taxpayers as

does the IRS. For more information on filing a return, see Publication 3 Armed Forces Tax Guide available at [www.irs.gov](http://www.irs.gov). Place code number **915** in one of the boxes marked "code numbers" to the right of the telephone number area, if you are filing a return for a taxpayer who was killed in action meeting the above criteria.

### ALL OTHER RETURNS

If the return is filed by the personal representative, write the words "Estate of" before the decedent's first name and the date of death after the last name. The name and title of the person filing the return should be clearly noted on the form. Attach a copy of the Letters of Administration.

If there is no personal representative, write the word "deceased" and the date of death after the decedent's last name. The name and title of the person filing the return should be clearly noted on the form. Attach a copy of federal Form 1310.

**Amended returns. If you need to change a return that you have already filed, or if the IRS changes your return, you must file an amended return.**

### FILING AN AMENDED RETURN

You must file an amended return to make certain changes to your original return. These include changes in income, filing status, amount of deductions, the number of exemptions, and the amount of additions to income and subtractions from income.

**Note:** Changes made as part of an amended return are subject to audit for up to three years from the date the amended return is filed.

Use Form 502X to file an amended return and **include a copy of your federal return**. Form 502X and instructions may be obtained by calling 410-260-7951 or by visiting [www.marylandtaxes.com](http://www.marylandtaxes.com).

### CHANGES TO YOUR FEDERAL RETURN

If the IRS makes any changes to your federal return, you must notify the State of Maryland. Send notification to the Maryland Revenue Administration Division within 90 days of the final determination of the changes by the IRS.

If you file an amended federal return that changes your Maryland return, you must file an amended Maryland return.

### IF YOUR ORIGINAL RETURN SHOWED A REFUND

If you expect a refund from your original return, do not file an amended return until you

have received your refund check. Then cash the check; do not return it. If your amended return shows a smaller refund, send a check for the difference with the amended return. If your amended return shows a larger refund, the Revenue Administration Division will issue an additional refund check.

### ADDITIONAL INFORMATION

Do not file an amended return until sufficient time has passed to allow the original return to be processed. For current year returns, allow at least six weeks.

Generally, a claim for a refund or overpayment credit must be filed within three years from the date the original return was filed or within two years from the date the tax was paid, whichever is later. A return filed early is considered filed on the date it was due. If a claim is filed within three years after the date the return was filed, the credit or refund may not be more than that part of the tax paid within three years, plus extension of time for filing the return, prior to the filing of the claim. If a claim is filed after the three-year period, but within two years from the time the tax was paid, the refund or credit may not be more than the tax paid within two years immediately before filing the claim for a refund or credit.

A claim for refund based on a federal net operating loss carryback must be filed within three years from the due date of the return for the tax year of the net operating loss.

If the claim for refund resulted from a federal adjustment or final decision of a federal court which is more than three years from the date of filing the return or more than two years from the time the tax was paid, a claim for refund must be filed within one year from the date of the adjustment or final decision.

If the claim for refund resulted from a notification received from another state for income taxes due which is more than three years from the date of filing the Maryland return or more than two years from the time the tax was paid, a claim for refund resulting from a credit for taxes paid to that state must be filed within one year of the date of the notification that the other state's tax was due.

If the claim for refund or credit for overpayment resulted from a final determination made by an administrative board or an appeal of a decision of an administrative board, that is more than three years from the date of filing the return or more than two years from the time the tax was paid, the claim for refund must be filed within one year of the date of the final decision of the administrative board or final decision of the highest court to which an appeal of the administrative board is taken.

No refund for less than \$1.00 will be issued. No payment of less than \$1.00 is required.



**MILITARY PERSONNEL WHO ARE LEGAL RESIDENTS OF MARYLAND**

1—without overseas pay	Must file a <b>resident</b> return (Form 502 or Form 503) and report all income from all sources, wherever earned. You must calculate the local portion of the tax regardless of whether you were stationed in Maryland or not. The location of your legal residence determines which county should be entered on your return. See Instructions 6 and 19. If you filed a joint federal return, see Instruction 7.
2—with overseas pay	Same as above, may subtract up to \$15,000 in military pay earned outside U.S. boundaries or possessions, depending upon total military income. If you filed a joint federal return, see Instruction 7.

**MILITARY PERSONNEL WHO ARE LEGAL RESIDENTS OF ANOTHER STATE**

Superseded - Military personnel and their spouses who are legal residents of another state should see the Maryland Nonresident Tax Booklet and Administrative Release 1.

**Privacy act information.**

The Tax-General Article of the Annotated Code of Maryland authorizes the Revenue Administration Division to request information on tax returns to administer the income tax laws of Maryland, including determination and collection of correct taxes. Code Section 10-804 provides that you must include your Social Security number on the return you file. This is so we know who you are and can process your return and papers.

If you fail to provide all or part of the requested information, then exemptions,

exclusions, credits, deductions or adjustments may be disallowed and you may owe more tax. In addition, the law provides penalties for failing to supply information required by law or regulations.

You may look at any records held by the Revenue Administration Division which contain personal information about you. You may inspect such records, and you have certain rights to amend or correct them.

As authorized by law, information furnished to the Revenue Administration Division

may be given to the United States Internal Revenue Service, a proper official of any state that exchanges tax information with Maryland and to an officer of this State having a right to the information in that officer's official capacity. The information may be obtained in accordance with a proper legislative or judicial order.

# 2010 MARYLAND TAX TABLE

## INSTRUCTIONS:

1. Find the income range that applies to the taxable net income you reported on line 23 of your Form 502 or line 5 of Form 503.
2. Find the Maryland tax corresponding to your income range.
3. Enter the tax amount on line 24 of Form 502 or line 6 of Form 503.
4. This table does not include the local income tax.
5. If your taxable income is \$100,000 or more, use the Maryland Tax Computation Worksheet Schedules at the end of the tax table.

If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...		
At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...
\$ 0	\$ 50	\$ 0	3,000			6,000			9,000			12,000		
50	75	1	3,000	3,050	91	6,000	6,050	234	9,000	9,050	376	12,000	12,050	519
75	100	2	3,050	3,100	94	6,050	6,100	236	9,050	9,100	379	12,050	12,100	521
100	150	3	3,100	3,150	96	6,100	6,150	238	9,100	9,150	381	12,100	12,150	523
150	200	4	3,150	3,200	98	6,150	6,200	241	9,150	9,200	383	12,150	12,200	526
200	250	5	3,200	3,250	101	6,200	6,250	243	9,200	9,250	386	12,200	12,250	528
250	300	6	3,250	3,300	103	6,250	6,300	246	9,250	9,300	388	12,250	12,300	531
300	350	7	3,300	3,350	105	6,300	6,350	248	9,300	9,350	390	12,300	12,350	533
350	400	8	3,350	3,400	108	6,350	6,400	250	9,350	9,400	393	12,350	12,400	535
400	450	9	3,400	3,450	110	6,400	6,450	253	9,400	9,450	395	12,400	12,450	538
450	500	10	3,450	3,500	113	6,450	6,500	255	9,450	9,500	398	12,450	12,500	540
500	550	11	3,500	3,550	115	6,500	6,550	257	9,500	9,550	400	12,500	12,550	542
550	600	12	3,550	3,600	117	6,550	6,600	260	9,550	9,600	402	12,550	12,600	545
600	650	13	3,600	3,650	120	6,600	6,650	262	9,600	9,650	405	12,600	12,650	547
650	700	14	3,650	3,700	122	6,650	6,700	265	9,650	9,700	407	12,650	12,700	550
700	750	15	3,700	3,750	124	6,700	6,750	267	9,700	9,750	409	12,700	12,750	552
750	800	16	3,750	3,800	127	6,750	6,800	269	9,750	9,800	412	12,750	12,800	554
800	850	17	3,800	3,850	129	6,800	6,850	272	9,800	9,850	414	12,800	12,850	557
850	900	18	3,850	3,900	132	6,850	6,900	274	9,850	9,900	417	12,850	12,900	559
900	950	19	3,900	3,950	134	6,900	6,950	276	9,900	9,950	419	12,900	12,950	561
950	1,000	20	3,950	4,000	136	6,950	7,000	279	9,950	10,000	421	12,950	13,000	564
1,000			4,000			7,000			10,000			13,000		
1,000	1,050	21	4,000	4,050	139	7,000	7,050	281	10,000	10,050	424	13,000	13,050	566
1,050	1,100	22	4,050	4,100	141	7,050	7,100	284	10,050	10,100	426	13,050	13,100	569
1,100	1,150	24	4,100	4,150	143	7,100	7,150	286	10,100	10,150	428	13,100	13,150	571
1,150	1,200	25	4,150	4,200	146	7,150	7,200	288	10,150	10,200	431	13,150	13,200	573
1,200	1,250	27	4,200	4,250	148	7,200	7,250	291	10,200	10,250	433	13,200	13,250	576
1,250	1,300	28	4,250	4,300	151	7,250	7,300	293	10,250	10,300	436	13,250	13,300	578
1,300	1,350	30	4,300	4,350	153	7,300	7,350	295	10,300	10,350	438	13,300	13,350	580
1,350	1,400	31	4,350	4,400	155	7,350	7,400	298	10,350	10,400	440	13,350	13,400	583
1,400	1,450	33	4,400	4,450	158	7,400	7,450	300	10,400	10,450	443	13,400	13,450	585
1,450	1,500	34	4,450	4,500	160	7,450	7,500	303	10,450	10,500	445	13,450	13,500	588
1,500	1,550	36	4,500	4,550	162	7,500	7,550	305	10,500	10,550	447	13,500	13,550	590
1,550	1,600	37	4,550	4,600	165	7,550	7,600	307	10,550	10,600	450	13,550	13,600	592
1,600	1,650	39	4,600	4,650	167	7,600	7,650	310	10,600	10,650	452	13,600	13,650	595
1,650	1,700	40	4,650	4,700	170	7,650	7,700	312	10,650	10,700	455	13,650	13,700	597
1,700	1,750	42	4,700	4,750	172	7,700	7,750	314	10,700	10,750	457	13,700	13,750	599
1,750	1,800	43	4,750	4,800	174	7,750	7,800	317	10,750	10,800	459	13,750	13,800	602
1,800	1,850	45	4,800	4,850	177	7,800	7,850	319	10,800	10,850	462	13,800	13,850	604
1,850	1,900	46	4,850	4,900	179	7,850	7,900	322	10,850	10,900	464	13,850	13,900	607
1,900	1,950	48	4,900	4,950	181	7,900	7,950	324	10,900	10,950	466	13,900	13,950	609
1,950	2,000	49	4,950	5,000	184	7,950	8,000	326	10,950	11,000	469	13,950	14,000	611
2,000			5,000			8,000			11,000			14,000		
2,000	2,050	51	5,000	5,050	186	8,000	8,050	329	11,000	11,050	471	14,000	14,050	614
2,050	2,100	53	5,050	5,100	189	8,050	8,100	331	11,050	11,100	474	14,050	14,100	616
2,100	2,150	55	5,100	5,150	191	8,100	8,150	333	11,100	11,150	476	14,100	14,150	618
2,150	2,200	57	5,150	5,200	193	8,150	8,200	336	11,150	11,200	478	14,150	14,200	621
2,200	2,250	59	5,200	5,250	196	8,200	8,250	338	11,200	11,250	481	14,200	14,250	623
2,250	2,300	61	5,250	5,300	198	8,250	8,300	341	11,250	11,300	483	14,250	14,300	626
2,300	2,350	63	5,300	5,350	200	8,300	8,350	343	11,300	11,350	485	14,300	14,350	628
2,350	2,400	65	5,350	5,400	203	8,350	8,400	345	11,350	11,400	488	14,350	14,400	630
2,400	2,450	67	5,400	5,450	205	8,400	8,450	348	11,400	11,450	490	14,400	14,450	633
2,450	2,500	69	5,450	5,500	208	8,450	8,500	350	11,450	11,500	493	14,450	14,500	635
2,500	2,550	71	5,500	5,550	210	8,500	8,550	352	11,500	11,550	495	14,500	14,550	637
2,550	2,600	73	5,550	5,600	212	8,550	8,600	355	11,550	11,600	497	14,550	14,600	640
2,600	2,650	75	5,600	5,650	215	8,600	8,650	357	11,600	11,650	500	14,600	14,650	642
2,650	2,700	77	5,650	5,700	217	8,650	8,700	360	11,650	11,700	502	14,650	14,700	645
2,700	2,750	79	5,700	5,750	219	8,700	8,750	362	11,700	11,750	504	14,700	14,750	647
2,750	2,800	81	5,750	5,800	222	8,750	8,800	364	11,750	11,800	507	14,750	14,800	649
2,800	2,850	83	5,800	5,850	224	8,800	8,850	367	11,800	11,850	509	14,800	14,850	652
2,850	2,900	85	5,850	5,900	227	8,850	8,900	369	11,850	11,900	512	14,850	14,900	654
2,900	2,950	87	5,900	5,950	229	8,900	8,950	371	11,900	11,950	514	14,900	14,950	656
2,950	3,000	89	5,950	6,000	231	8,950	9,000	374	11,950	12,000	516	14,950	15,000	659

# 2010 MARYLAND TAX TABLE

If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...		
At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...
<b>15,000</b>			<b>18,000</b>			<b>21,000</b>			<b>24,000</b>			<b>27,000</b>		
15,000	15,050	661	18,000	18,050	804	21,000	21,050	946	24,000	24,050	1,089	27,000	27,050	1,231
15,050	15,100	664	18,050	18,100	806	21,050	21,100	949	24,050	24,100	1,091	27,050	27,100	1,234
15,100	15,150	666	18,100	18,150	808	21,100	21,150	951	24,100	24,150	1,093	27,100	27,150	1,236
15,150	15,200	668	18,150	18,200	811	21,150	21,200	953	24,150	24,200	1,096	27,150	27,200	1,238
15,200	15,250	671	18,200	18,250	813	21,200	21,250	956	24,200	24,250	1,098	27,200	27,250	1,241
15,250	15,300	673	18,250	18,300	816	21,250	21,300	958	24,250	24,300	1,101	27,250	27,300	1,243
15,300	15,350	675	18,300	18,350	818	21,300	21,350	960	24,300	24,350	1,103	27,300	27,350	1,245
15,350	15,400	678	18,350	18,400	820	21,350	21,400	963	24,350	24,400	1,105	27,350	27,400	1,248
15,400	15,450	680	18,400	18,450	823	21,400	21,450	965	24,400	24,450	1,108	27,400	27,450	1,250
15,450	15,500	683	18,450	18,500	825	21,450	21,500	968	24,450	24,500	1,110	27,450	27,500	1,253
15,500	15,550	685	18,500	18,550	827	21,500	21,550	970	24,500	24,550	1,112	27,500	27,550	1,255
15,550	15,600	687	18,550	18,600	830	21,550	21,600	972	24,550	24,600	1,115	27,550	27,600	1,257
15,600	15,650	690	18,600	18,650	832	21,600	21,650	975	24,600	24,650	1,117	27,600	27,650	1,260
15,650	15,700	692	18,650	18,700	835	21,650	21,700	977	24,650	24,700	1,120	27,650	27,700	1,262
15,700	15,750	694	18,700	18,750	837	21,700	21,750	979	24,700	24,750	1,122	27,700	27,750	1,264
15,750	15,800	697	18,750	18,800	839	21,750	21,800	982	24,750	24,800	1,124	27,750	27,800	1,267
15,800	15,850	699	18,800	18,850	842	21,800	21,850	984	24,800	24,850	1,127	27,800	27,850	1,269
15,850	15,900	702	18,850	18,900	844	21,850	21,900	987	24,850	24,900	1,129	27,850	27,900	1,272
15,900	15,950	704	18,900	18,950	846	21,900	21,950	989	24,900	24,950	1,131	27,900	27,950	1,274
15,950	16,000	706	18,950	19,000	849	21,950	22,000	991	24,950	25,000	1,134	27,950	28,000	1,276
<b>16,000</b>			<b>19,000</b>			<b>22,000</b>			<b>25,000</b>			<b>28,000</b>		
16,000	16,050	709	19,000	19,050	851	22,000	22,050	994	25,000	25,050	1,136	28,000	28,050	1,279
16,050	16,100	711	19,050	19,100	854	22,050	22,100	996	25,050	25,100	1,139	28,050	28,100	1,281
16,100	16,150	713	19,100	19,150	856	22,100	22,150	998	25,100	25,150	1,141	28,100	28,150	1,283
16,150	16,200	716	19,150	19,200	858	22,150	22,200	1,001	25,150	25,200	1,143	28,150	28,200	1,286
16,200	16,250	718	19,200	19,250	861	22,200	22,250	1,003	25,200	25,250	1,146	28,200	28,250	1,288
16,250	16,300	721	19,250	19,300	863	22,250	22,300	1,006	25,250	25,300	1,148	28,250	28,300	1,291
16,300	16,350	723	19,300	19,350	865	22,300	22,350	1,008	25,300	25,350	1,150	28,300	28,350	1,293
16,350	16,400	725	19,350	19,400	868	22,350	22,400	1,010	25,350	25,400	1,153	28,350	28,400	1,295
16,400	16,450	728	19,400	19,450	870	22,400	22,450	1,013	25,400	25,450	1,155	28,400	28,450	1,298
16,450	16,500	730	19,450	19,500	873	22,450	22,500	1,015	25,450	25,500	1,158	28,450	28,500	1,300
16,500	16,550	732	19,500	19,550	875	22,500	22,550	1,017	25,500	25,550	1,160	28,500	28,550	1,302
16,550	16,600	735	19,550	19,600	877	22,550	22,600	1,020	25,550	25,600	1,162	28,550	28,600	1,305
16,600	16,650	737	19,600	19,650	880	22,600	22,650	1,022	25,600	25,650	1,165	28,600	28,650	1,307
16,650	16,700	740	19,650	19,700	882	22,650	22,700	1,025	25,650	25,700	1,167	28,650	28,700	1,310
16,700	16,750	742	19,700	19,750	884	22,700	22,750	1,027	25,700	25,750	1,169	28,700	28,750	1,312
16,750	16,800	744	19,750	19,800	887	22,750	22,800	1,029	25,750	25,800	1,172	28,750	28,800	1,314
16,800	16,850	747	19,800	19,850	889	22,800	22,850	1,032	25,800	25,850	1,174	28,800	28,850	1,317
16,850	16,900	749	19,850	19,900	892	22,850	22,900	1,034	25,850	25,900	1,177	28,850	28,900	1,319
16,900	16,950	751	19,900	19,950	894	22,900	22,950	1,036	25,900	25,950	1,179	28,900	28,950	1,321
16,950	17,000	754	19,950	20,000	896	22,950	23,000	1,039	25,950	26,000	1,181	28,950	29,000	1,324
<b>17,000</b>			<b>20,000</b>			<b>23,000</b>			<b>26,000</b>			<b>29,000</b>		
17,000	17,050	756	20,000	20,050	899	23,000	23,050	1,041	26,000	26,050	1,184	29,000	29,050	1,326
17,050	17,100	759	20,050	20,100	901	23,050	23,100	1,044	26,050	26,100	1,186	29,050	29,100	1,329
17,100	17,150	761	20,100	20,150	903	23,100	23,150	1,046	26,100	26,150	1,188	29,100	29,150	1,331
17,150	17,200	763	20,150	20,200	906	23,150	23,200	1,048	26,150	26,200	1,191	29,150	29,200	1,333
17,200	17,250	766	20,200	20,250	908	23,200	23,250	1,051	26,200	26,250	1,193	29,200	29,250	1,336
17,250	17,300	768	20,250	20,300	911	23,250	23,300	1,053	26,250	26,300	1,196	29,250	29,300	1,338
17,300	17,350	770	20,300	20,350	913	23,300	23,350	1,055	26,300	26,350	1,198	29,300	29,350	1,340
17,350	17,400	773	20,350	20,400	915	23,350	23,400	1,058	26,350	26,400	1,200	29,350	29,400	1,343
17,400	17,450	775	20,400	20,450	918	23,400	23,450	1,060	26,400	26,450	1,203	29,400	29,450	1,345
17,450	17,500	778	20,450	20,500	920	23,450	23,500	1,063	26,450	26,500	1,205	29,450	29,500	1,348
17,500	17,550	780	20,500	20,550	922	23,500	23,550	1,065	26,500	26,550	1,207	29,500	29,550	1,350
17,550	17,600	782	20,550	20,600	925	23,550	23,600	1,067	26,550	26,600	1,210	29,550	29,600	1,352
17,600	17,650	785	20,600	20,650	927	23,600	23,650	1,070	26,600	26,650	1,212	29,600	29,650	1,355
17,650	17,700	787	20,650	20,700	930	23,650	23,700	1,072	26,650	26,700	1,215	29,650	29,700	1,357
17,700	17,750	789	20,700	20,750	932	23,700	23,750	1,074	26,700	26,750	1,217	29,700	29,750	1,359
17,750	17,800	792	20,750	20,800	934	23,750	23,800	1,077	26,750	26,800	1,219	29,750	29,800	1,362
17,800	17,850	794	20,800	20,850	937	23,800	23,850	1,079	26,800	26,850	1,222	29,800	29,850	1,364
17,850	17,900	797	20,850	20,900	939	23,850	23,900	1,082	26,850	26,900	1,224	29,850	29,900	1,367
17,900	17,950	799	20,900	20,950	941	23,900	23,950	1,084	26,900	26,950	1,226	29,900	29,950	1,369
17,950	18,000	801	20,950	21,000	944	23,950	24,000	1,086	26,950	27,000	1,229	29,950	30,000	1,371

# 2010 MARYLAND TAX TABLE

If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...		
At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...
<b>30,000</b>			<b>33,000</b>			<b>36,000</b>			<b>39,000</b>			<b>42,000</b>		
30,000	30,050	1,374	33,000	33,050	1,516	36,000	36,050	1,659	39,000	39,050	1,801	42,000	42,050	1,944
30,050	30,100	1,376	33,050	33,100	1,519	36,050	36,100	1,661	39,050	39,100	1,804	42,050	42,100	1,946
30,100	30,150	1,378	33,100	33,150	1,521	36,100	36,150	1,663	39,100	39,150	1,806	42,100	42,150	1,948
30,150	30,200	1,381	33,150	33,200	1,523	36,150	36,200	1,666	39,150	39,200	1,808	42,150	42,200	1,951
30,200	30,250	1,383	33,200	33,250	1,526	36,200	36,250	1,668	39,200	39,250	1,811	42,200	42,250	1,953
30,250	30,300	1,386	33,250	33,300	1,528	36,250	36,300	1,671	39,250	39,300	1,813	42,250	42,300	1,956
30,300	30,350	1,388	33,300	33,350	1,530	36,300	36,350	1,673	39,300	39,350	1,815	42,300	42,350	1,958
30,350	30,400	1,390	33,350	33,400	1,533	36,350	36,400	1,675	39,350	39,400	1,818	42,350	42,400	1,960
30,400	30,450	1,393	33,400	33,450	1,535	36,400	36,450	1,678	39,400	39,450	1,820	42,400	42,450	1,963
30,450	30,500	1,395	33,450	33,500	1,538	36,450	36,500	1,680	39,450	39,500	1,823	42,450	42,500	1,965
30,500	30,550	1,397	33,500	33,550	1,540	36,500	36,550	1,682	39,500	39,550	1,825	42,500	42,550	1,967
30,550	30,600	1,400	33,550	33,600	1,542	36,550	36,600	1,685	39,550	39,600	1,827	42,550	42,600	1,970
30,600	30,650	1,402	33,600	33,650	1,545	36,600	36,650	1,687	39,600	39,650	1,830	42,600	42,650	1,972
30,650	30,700	1,405	33,650	33,700	1,547	36,650	36,700	1,690	39,650	39,700	1,832	42,650	42,700	1,975
30,700	30,750	1,407	33,700	33,750	1,549	36,700	36,750	1,692	39,700	39,750	1,834	42,700	42,750	1,977
30,750	30,800	1,409	33,750	33,800	1,552	36,750	36,800	1,694	39,750	39,800	1,837	42,750	42,800	1,979
30,800	30,850	1,412	33,800	33,850	1,554	36,800	36,850	1,697	39,800	39,850	1,839	42,800	42,850	1,982
30,850	30,900	1,414	33,850	33,900	1,557	36,850	36,900	1,699	39,850	39,900	1,842	42,850	42,900	1,984
30,900	30,950	1,416	33,900	33,950	1,559	36,900	36,950	1,701	39,900	39,950	1,844	42,900	42,950	1,986
30,950	31,000	1,419	33,950	34,000	1,561	36,950	37,000	1,704	39,950	40,000	1,846	42,950	43,000	1,989
<b>31,000</b>			<b>34,000</b>			<b>37,000</b>			<b>40,000</b>			<b>43,000</b>		
31,000	31,050	1,421	34,000	34,050	1,564	37,000	37,050	1,706	40,000	40,050	1,849	43,000	43,050	1,991
31,050	31,100	1,424	34,050	34,100	1,566	37,050	37,100	1,709	40,050	40,100	1,851	43,050	43,100	1,994
31,100	31,150	1,426	34,100	34,150	1,568	37,100	37,150	1,711	40,100	40,150	1,853	43,100	43,150	1,996
31,150	31,200	1,428	34,150	34,200	1,571	37,150	37,200	1,713	40,150	40,200	1,856	43,150	43,200	1,998
31,200	31,250	1,431	34,200	34,250	1,573	37,200	37,250	1,716	40,200	40,250	1,858	43,200	43,250	2,001
31,250	31,300	1,433	34,250	34,300	1,576	37,250	37,300	1,718	40,250	40,300	1,861	43,250	43,300	2,003
31,300	31,350	1,435	34,300	34,350	1,578	37,300	37,350	1,720	40,300	40,350	1,863	43,300	43,350	2,005
31,350	31,400	1,438	34,350	34,400	1,580	37,350	37,400	1,723	40,350	40,400	1,865	43,350	43,400	2,008
31,400	31,450	1,440	34,400	34,450	1,583	37,400	37,450	1,725	40,400	40,450	1,868	43,400	43,450	2,010
31,450	31,500	1,443	34,450	34,500	1,585	37,450	37,500	1,728	40,450	40,500	1,870	43,450	43,500	2,013
31,500	31,550	1,445	34,500	34,550	1,587	37,500	37,550	1,730	40,500	40,550	1,872	43,500	43,550	2,015
31,550	31,600	1,447	34,550	34,600	1,590	37,550	37,600	1,732	40,550	40,600	1,875	43,550	43,600	2,017
31,600	31,650	1,450	34,600	34,650	1,592	37,600	37,650	1,735	40,600	40,650	1,877	43,600	43,650	2,020
31,650	31,700	1,452	34,650	34,700	1,595	37,650	37,700	1,737	40,650	40,700	1,880	43,650	43,700	2,022
31,700	31,750	1,454	34,700	34,750	1,597	37,700	37,750	1,739	40,700	40,750	1,882	43,700	43,750	2,024
31,750	31,800	1,457	34,750	34,800	1,599	37,750	37,800	1,742	40,750	40,800	1,884	43,750	43,800	2,027
31,800	31,850	1,459	34,800	34,850	1,602	37,800	37,850	1,744	40,800	40,850	1,887	43,800	43,850	2,029
31,850	31,900	1,462	34,850	34,900	1,604	37,850	37,900	1,747	40,850	40,900	1,889	43,850	43,900	2,032
31,900	31,950	1,464	34,900	34,950	1,606	37,900	37,950	1,749	40,900	40,950	1,891	43,900	43,950	2,034
31,950	32,000	1,466	34,950	35,000	1,609	37,950	38,000	1,751	40,950	41,000	1,894	43,950	44,000	2,036
<b>32,000</b>			<b>35,000</b>			<b>38,000</b>			<b>41,000</b>			<b>44,000</b>		
32,000	32,050	1,469	35,000	35,050	1,611	38,000	38,050	1,754	41,000	41,050	1,896	44,000	44,050	2,039
32,050	32,100	1,471	35,050	35,100	1,614	38,050	38,100	1,756	41,050	41,100	1,899	44,050	44,100	2,041
32,100	32,150	1,473	35,100	35,150	1,616	38,100	38,150	1,758	41,100	41,150	1,901	44,100	44,150	2,043
32,150	32,200	1,476	35,150	35,200	1,618	38,150	38,200	1,761	41,150	41,200	1,903	44,150	44,200	2,046
32,200	32,250	1,478	35,200	35,250	1,621	38,200	38,250	1,763	41,200	41,250	1,906	44,200	44,250	2,048
32,250	32,300	1,481	35,250	35,300	1,623	38,250	38,300	1,766	41,250	41,300	1,908	44,250	44,300	2,051
32,300	32,350	1,483	35,300	35,350	1,625	38,300	38,350	1,768	41,300	41,350	1,910	44,300	44,350	2,053
32,350	32,400	1,485	35,350	35,400	1,628	38,350	38,400	1,770	41,350	41,400	1,913	44,350	44,400	2,055
32,400	32,450	1,488	35,400	35,450	1,630	38,400	38,450	1,773	41,400	41,450	1,915	44,400	44,450	2,058
32,450	32,500	1,490	35,450	35,500	1,633	38,450	38,500	1,775	41,450	41,500	1,918	44,450	44,500	2,060
32,500	32,550	1,492	35,500	35,550	1,635	38,500	38,550	1,777	41,500	41,550	1,920	44,500	44,550	2,062
32,550	32,600	1,495	35,550	35,600	1,637	38,550	38,600	1,780	41,550	41,600	1,922	44,550	44,600	2,065
32,600	32,650	1,497	35,600	35,650	1,640	38,600	38,650	1,782	41,600	41,650	1,925	44,600	44,650	2,067
32,650	32,700	1,500	35,650	35,700	1,642	38,650	38,700	1,785	41,650	41,700	1,927	44,650	44,700	2,070
32,700	32,750	1,502	35,700	35,750	1,644	38,700	38,750	1,787	41,700	41,750	1,929	44,700	44,750	2,072
32,750	32,800	1,504	35,750	35,800	1,647	38,750	38,800	1,789	41,750	41,800	1,932	44,750	44,800	2,074
32,800	32,850	1,507	35,800	35,850	1,649	38,800	38,850	1,792	41,800	41,850	1,934	44,800	44,850	2,077
32,850	32,900	1,509	35,850	35,900	1,652	38,850	38,900	1,794	41,850	41,900	1,937	44,850	44,900	2,079
32,900	32,950	1,511	35,900	35,950	1,654	38,900	38,950	1,796	41,900	41,950	1,939	44,900	44,950	2,081
32,950	33,000	1,514	35,950	36,000	1,656	38,950	39,000	1,799	41,950	42,000	1,941	44,950	45,000	2,084



# 2010 MARYLAND TAX TABLE

If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...		
At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...
<b>45,000</b>			<b>48,000</b>			<b>51,000</b>			<b>54,000</b>			<b>57,000</b>		
45,000	45,050	2,086	48,000	48,050	2,229	51,000	51,050	2,371	54,000	54,050	2,514	57,000	57,050	2,656
45,050	45,100	2,089	48,050	48,100	2,231	51,050	51,100	2,374	54,050	54,100	2,516	57,050	57,100	2,659
45,100	45,150	2,091	48,100	48,150	2,233	51,100	51,150	2,376	54,100	54,150	2,518	57,100	57,150	2,661
45,150	45,200	2,093	48,150	48,200	2,236	51,150	51,200	2,378	54,150	54,200	2,521	57,150	57,200	2,663
45,200	45,250	2,096	48,200	48,250	2,238	51,200	51,250	2,381	54,200	54,250	2,523	57,200	57,250	2,666
45,250	45,300	2,098	48,250	48,300	2,241	51,250	51,300	2,383	54,250	54,300	2,526	57,250	57,300	2,668
45,300	45,350	2,100	48,300	48,350	2,243	51,300	51,350	2,385	54,300	54,350	2,528	57,300	57,350	2,670
45,350	45,400	2,103	48,350	48,400	2,245	51,350	51,400	2,388	54,350	54,400	2,530	57,350	57,400	2,673
45,400	45,450	2,105	48,400	48,450	2,248	51,400	51,450	2,390	54,400	54,450	2,533	57,400	57,450	2,675
45,450	45,500	2,108	48,450	48,500	2,250	51,450	51,500	2,393	54,450	54,500	2,535	57,450	57,500	2,678
45,500	45,550	2,110	48,500	48,550	2,252	51,500	51,550	2,395	54,500	54,550	2,537	57,500	57,550	2,680
45,550	45,600	2,112	48,550	48,600	2,255	51,550	51,600	2,397	54,550	54,600	2,540	57,550	57,600	2,682
45,600	45,650	2,115	48,600	48,650	2,257	51,600	51,650	2,400	54,600	54,650	2,542	57,600	57,650	2,685
45,650	45,700	2,117	48,650	48,700	2,260	51,650	51,700	2,402	54,650	54,700	2,545	57,650	57,700	2,687
45,700	45,750	2,119	48,700	48,750	2,262	51,700	51,750	2,404	54,700	54,750	2,547	57,700	57,750	2,689
45,750	45,800	2,122	48,750	48,800	2,264	51,750	51,800	2,407	54,750	54,800	2,549	57,750	57,800	2,692
45,800	45,850	2,124	48,800	48,850	2,267	51,800	51,850	2,409	54,800	54,850	2,552	57,800	57,850	2,694
45,850	45,900	2,127	48,850	48,900	2,269	51,850	51,900	2,412	54,850	54,900	2,554	57,850	57,900	2,697
45,900	45,950	2,129	48,900	48,950	2,271	51,900	51,950	2,414	54,900	54,950	2,556	57,900	57,950	2,699
45,950	46,000	2,131	48,950	49,000	2,274	51,950	52,000	2,416	54,950	55,000	2,559	57,950	58,000	2,701
<b>46,000</b>			<b>49,000</b>			<b>52,000</b>			<b>55,000</b>			<b>58,000</b>		
46,000	46,050	2,134	49,000	49,050	2,276	52,000	52,050	2,419	55,000	55,050	2,561	58,000	58,050	2,704
46,050	46,100	2,136	49,050	49,100	2,279	52,050	52,100	2,421	55,050	55,100	2,564	58,050	58,100	2,706
46,100	46,150	2,138	49,100	49,150	2,281	52,100	52,150	2,423	55,100	55,150	2,566	58,100	58,150	2,708
46,150	46,200	2,141	49,150	49,200	2,283	52,150	52,200	2,426	55,150	55,200	2,568	58,150	58,200	2,711
46,200	46,250	2,143	49,200	49,250	2,286	52,200	52,250	2,428	55,200	55,250	2,571	58,200	58,250	2,713
46,250	46,300	2,146	49,250	49,300	2,288	52,250	52,300	2,431	55,250	55,300	2,573	58,250	58,300	2,716
46,300	46,350	2,148	49,300	49,350	2,290	52,300	52,350	2,433	55,300	55,350	2,575	58,300	58,350	2,718
46,350	46,400	2,150	49,350	49,400	2,293	52,350	52,400	2,435	55,350	55,400	2,578	58,350	58,400	2,720
46,400	46,450	2,153	49,400	49,450	2,295	52,400	52,450	2,438	55,400	55,450	2,580	58,400	58,450	2,723
46,450	46,500	2,155	49,450	49,500	2,298	52,450	52,500	2,440	55,450	55,500	2,583	58,450	58,500	2,725
46,500	46,550	2,157	49,500	49,550	2,300	52,500	52,550	2,442	55,500	55,550	2,585	58,500	58,550	2,727
46,550	46,600	2,160	49,550	49,600	2,302	52,550	52,600	2,445	55,550	55,600	2,587	58,550	58,600	2,730
46,600	46,650	2,162	49,600	49,650	2,305	52,600	52,650	2,447	55,600	55,650	2,590	58,600	58,650	2,732
46,650	46,700	2,165	49,650	49,700	2,307	52,650	52,700	2,450	55,650	55,700	2,592	58,650	58,700	2,735
46,700	46,750	2,167	49,700	49,750	2,309	52,700	52,750	2,452	55,700	55,750	2,594	58,700	58,750	2,737
46,750	46,800	2,169	49,750	49,800	2,312	52,750	52,800	2,454	55,750	55,800	2,597	58,750	58,800	2,739
46,800	46,850	2,172	49,800	49,850	2,314	52,800	52,850	2,457	55,800	55,850	2,599	58,800	58,850	2,742
46,850	46,900	2,174	49,850	49,900	2,317	52,850	52,900	2,459	55,850	55,900	2,602	58,850	58,900	2,744
46,900	46,950	2,176	49,900	49,950	2,319	52,900	52,950	2,461	55,900	55,950	2,604	58,900	58,950	2,746
46,950	47,000	2,179	49,950	50,000	2,321	52,950	53,000	2,464	55,950	56,000	2,606	58,950	59,000	2,749
<b>47,000</b>			<b>50,000</b>			<b>53,000</b>			<b>56,000</b>			<b>59,000</b>		
47,000	47,050	2,181	50,000	50,050	2,324	53,000	53,050	2,466	56,000	56,050	2,609	59,000	59,050	2,751
47,050	47,100	2,184	50,050	50,100	2,326	53,050	53,100	2,469	56,050	56,100	2,611	59,050	59,100	2,754
47,100	47,150	2,186	50,100	50,150	2,328	53,100	53,150	2,471	56,100	56,150	2,613	59,100	59,150	2,756
47,150	47,200	2,188	50,150	50,200	2,331	53,150	53,200	2,473	56,150	56,200	2,616	59,150	59,200	2,758
47,200	47,250	2,191	50,200	50,250	2,333	53,200	53,250	2,476	56,200	56,250	2,618	59,200	59,250	2,761
47,250	47,300	2,193	50,250	50,300	2,336	53,250	53,300	2,478	56,250	56,300	2,621	59,250	59,300	2,763
47,300	47,350	2,195	50,300	50,350	2,338	53,300	53,350	2,480	56,300	56,350	2,623	59,300	59,350	2,765
47,350	47,400	2,198	50,350	50,400	2,340	53,350	53,400	2,483	56,350	56,400	2,625	59,350	59,400	2,768
47,400	47,450	2,200	50,400	50,450	2,343	53,400	53,450	2,485	56,400	56,450	2,628	59,400	59,450	2,770
47,450	47,500	2,203	50,450	50,500	2,345	53,450	53,500	2,488	56,450	56,500	2,630	59,450	59,500	2,773
47,500	47,550	2,205	50,500	50,550	2,347	53,500	53,550	2,490	56,500	56,550	2,632	59,500	59,550	2,775
47,550	47,600	2,207	50,550	50,600	2,350	53,550	53,600	2,492	56,550	56,600	2,635	59,550	59,600	2,777
47,600	47,650	2,210	50,600	50,650	2,352	53,600	53,650	2,495	56,600	56,650	2,637	59,600	59,650	2,780
47,650	47,700	2,212	50,650	50,700	2,355	53,650	53,700	2,497	56,650	56,700	2,640	59,650	59,700	2,782
47,700	47,750	2,214	50,700	50,750	2,357	53,700	53,750	2,499	56,700	56,750	2,642	59,700	59,750	2,784
47,750	47,800	2,217	50,750	50,800	2,359	53,750	53,800	2,502	56,750	56,800	2,644	59,750	59,800	2,787
47,800	47,850	2,219	50,800	50,850	2,362	53,800	53,850	2,504	56,800	56,850	2,647	59,800	59,850	2,789
47,850	47,900	2,222	50,850	50,900	2,364	53,850	53,900	2,507	56,850	56,900	2,649	59,850	59,900	2,792
47,900	47,950	2,224	50,900	50,950	2,366	53,900	53,950	2,509	56,900	56,950	2,651	59,900	59,950	2,794
47,950	48,000	2,226	50,950	51,000	2,369	53,950	54,000	2,511	56,950	57,000	2,654	59,950	60,000	2,796

# 2010 MARYLAND TAX TABLE

If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...		
At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...
<b>60,000</b>			<b>63,000</b>			<b>66,000</b>			<b>69,000</b>			<b>72,000</b>		
60,000	60,050	2,799	63,000	63,050	2,941	66,000	66,050	3,084	69,000	69,050	3,226	72,000	72,050	3,369
60,050	60,100	2,801	63,050	63,100	2,944	66,050	66,100	3,086	69,050	69,100	3,229	72,050	72,100	3,371
60,100	60,150	2,803	63,100	63,150	2,946	66,100	66,150	3,088	69,100	69,150	3,231	72,100	72,150	3,373
60,150	60,200	2,806	63,150	63,200	2,948	66,150	66,200	3,091	69,150	69,200	3,233	72,150	72,200	3,376
60,200	60,250	2,808	63,200	63,250	2,951	66,200	66,250	3,093	69,200	69,250	3,236	72,200	72,250	3,378
60,250	60,300	2,811	63,250	63,300	2,953	66,250	66,300	3,096	69,250	69,300	3,238	72,250	72,300	3,381
60,300	60,350	2,813	63,300	63,350	2,955	66,300	66,350	3,098	69,300	69,350	3,240	72,300	72,350	3,383
60,350	60,400	2,815	63,350	63,400	2,958	66,350	66,400	3,100	69,350	69,400	3,243	72,350	72,400	3,385
60,400	60,450	2,818	63,400	63,450	2,960	66,400	66,450	3,103	69,400	69,450	3,245	72,400	72,450	3,388
60,450	60,500	2,820	63,450	63,500	2,963	66,450	66,500	3,105	69,450	69,500	3,248	72,450	72,500	3,390
60,500	60,550	2,822	63,500	63,550	2,965	66,500	66,550	3,107	69,500	69,550	3,250	72,500	72,550	3,392
60,550	60,600	2,825	63,550	63,600	2,967	66,550	66,600	3,110	69,550	69,600	3,252	72,550	72,600	3,395
60,600	60,650	2,827	63,600	63,650	2,970	66,600	66,650	3,112	69,600	69,650	3,255	72,600	72,650	3,397
60,650	60,700	2,830	63,650	63,700	2,972	66,650	66,700	3,115	69,650	69,700	3,257	72,650	72,700	3,400
60,700	60,750	2,832	63,700	63,750	2,974	66,700	66,750	3,117	69,700	69,750	3,259	72,700	72,750	3,402
60,750	60,800	2,834	63,750	63,800	2,977	66,750	66,800	3,119	69,750	69,800	3,262	72,750	72,800	3,404
60,800	60,850	2,837	63,800	63,850	2,979	66,800	66,850	3,122	69,800	69,850	3,264	72,800	72,850	3,407
60,850	60,900	2,839	63,850	63,900	2,982	66,850	66,900	3,124	69,850	69,900	3,267	72,850	72,900	3,409
60,900	60,950	2,841	63,900	63,950	2,984	66,900	66,950	3,126	69,900	69,950	3,269	72,900	72,950	3,411
60,950	61,000	2,844	63,950	64,000	2,986	66,950	67,000	3,129	69,950	70,000	3,271	72,950	73,000	3,414
<b>61,000</b>			<b>64,000</b>			<b>67,000</b>			<b>70,000</b>			<b>73,000</b>		
61,000	61,050	2,846	64,000	64,050	2,989	67,000	67,050	3,131	70,000	70,050	3,274	73,000	73,050	3,416
61,050	61,100	2,849	64,050	64,100	2,991	67,050	67,100	3,134	70,050	70,100	3,276	73,050	73,100	3,419
61,100	61,150	2,851	64,100	64,150	2,993	67,100	67,150	3,136	70,100	70,150	3,278	73,100	73,150	3,421
61,150	61,200	2,853	64,150	64,200	2,996	67,150	67,200	3,138	70,150	70,200	3,281	73,150	73,200	3,423
61,200	61,250	2,856	64,200	64,250	2,998	67,200	67,250	3,141	70,200	70,250	3,283	73,200	73,250	3,426
61,250	61,300	2,858	64,250	64,300	3,001	67,250	67,300	3,143	70,250	70,300	3,286	73,250	73,300	3,428
61,300	61,350	2,860	64,300	64,350	3,003	67,300	67,350	3,145	70,300	70,350	3,288	73,300	73,350	3,430
61,350	61,400	2,863	64,350	64,400	3,005	67,350	67,400	3,148	70,350	70,400	3,290	73,350	73,400	3,433
61,400	61,450	2,865	64,400	64,450	3,008	67,400	67,450	3,150	70,400	70,450	3,293	73,400	73,450	3,435
61,450	61,500	2,868	64,450	64,500	3,010	67,450	67,500	3,153	70,450	70,500	3,295	73,450	73,500	3,438
61,500	61,550	2,870	64,500	64,550	3,012	67,500	67,550	3,155	70,500	70,550	3,297	73,500	73,550	3,440
61,550	61,600	2,872	64,550	64,600	3,015	67,550	67,600	3,157	70,550	70,600	3,300	73,550	73,600	3,442
61,600	61,650	2,875	64,600	64,650	3,017	67,600	67,650	3,160	70,600	70,650	3,302	73,600	73,650	3,445
61,650	61,700	2,877	64,650	64,700	3,020	67,650	67,700	3,162	70,650	70,700	3,305	73,650	73,700	3,447
61,700	61,750	2,879	64,700	64,750	3,022	67,700	67,750	3,164	70,700	70,750	3,307	73,700	73,750	3,449
61,750	61,800	2,882	64,750	64,800	3,024	67,750	67,800	3,167	70,750	70,800	3,309	73,750	73,800	3,452
61,800	61,850	2,884	64,800	64,850	3,027	67,800	67,850	3,169	70,800	70,850	3,312	73,800	73,850	3,454
61,850	61,900	2,887	64,850	64,900	3,029	67,850	67,900	3,172	70,850	70,900	3,314	73,850	73,900	3,457
61,900	61,950	2,889	64,900	64,950	3,031	67,900	67,950	3,174	70,900	70,950	3,316	73,900	73,950	3,459
61,950	62,000	2,891	64,950	65,000	3,034	67,950	68,000	3,176	70,950	71,000	3,319	73,950	74,000	3,461
<b>62,000</b>			<b>65,000</b>			<b>68,000</b>			<b>71,000</b>			<b>74,000</b>		
62,000	62,050	2,894	65,000	65,050	3,036	68,000	68,050	3,179	71,000	71,050	3,321	74,000	74,050	3,464
62,050	62,100	2,896	65,050	65,100	3,039	68,050	68,100	3,181	71,050	71,100	3,324	74,050	74,100	3,466
62,100	62,150	2,898	65,100	65,150	3,041	68,100	68,150	3,183	71,100	71,150	3,326	74,100	74,150	3,468
62,150	62,200	2,901	65,150	65,200	3,043	68,150	68,200	3,186	71,150	71,200	3,328	74,150	74,200	3,471
62,200	62,250	2,903	65,200	65,250	3,046	68,200	68,250	3,188	71,200	71,250	3,331	74,200	74,250	3,473
62,250	62,300	2,906	65,250	65,300	3,048	68,250	68,300	3,191	71,250	71,300	3,333	74,250	74,300	3,476
62,300	62,350	2,908	65,300	65,350	3,050	68,300	68,350	3,193	71,300	71,350	3,335	74,300	74,350	3,478
62,350	62,400	2,910	65,350	65,400	3,053	68,350	68,400	3,195	71,350	71,400	3,338	74,350	74,400	3,480
62,400	62,450	2,913	65,400	65,450	3,055	68,400	68,450	3,198	71,400	71,450	3,340	74,400	74,450	3,483
62,450	62,500	2,915	65,450	65,500	3,058	68,450	68,500	3,200	71,450	71,500	3,343	74,450	74,500	3,485
62,500	62,550	2,917	65,500	65,550	3,060	68,500	68,550	3,202	71,500	71,550	3,345	74,500	74,550	3,487
62,550	62,600	2,920	65,550	65,600	3,062	68,550	68,600	3,205	71,550	71,600	3,347	74,550	74,600	3,490
62,600	62,650	2,922	65,600	65,650	3,065	68,600	68,650	3,207	71,600	71,650	3,350	74,600	74,650	3,492
62,650	62,700	2,925	65,650	65,700	3,067	68,650	68,700	3,210	71,650	71,700	3,352	74,650	74,700	3,495
62,700	62,750	2,927	65,700	65,750	3,069	68,700	68,750	3,212	71,700	71,750	3,354	74,700	74,750	3,497
62,750	62,800	2,929	65,750	65,800	3,072	68,750	68,800	3,214	71,750	71,800	3,357	74,750	74,800	3,499
62,800	62,850	2,932	65,800	65,850	3,074	68,800	68,850	3,217	71,800	71,850	3,359	74,800	74,850	3,502
62,850	62,900	2,934	65,850	65,900	3,077	68,850	68,900	3,219	71,850	71,900	3,362	74,850	74,900	3,504
62,900	62,950	2,936	65,900	65,950	3,079	68,900	68,950	3,221	71,900	71,950	3,364	74,900	74,950	3,506
62,950	63,000	2,939	65,950	66,000	3,081	68,950	69,000	3,224	71,950	72,000	3,366	74,950	75,000	3,509

# 2010 MARYLAND TAX TABLE

If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...		
At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...
<b>75,000</b>			<b>78,000</b>			<b>81,000</b>			<b>84,000</b>			<b>87,000</b>		
75,000	75,050	3,511	78,000	78,050	3,654	81,000	81,050	3,796	84,000	84,050	3,939	87,000	87,050	4,081
75,050	75,100	3,514	78,050	78,100	3,656	81,050	81,100	3,799	84,050	84,100	3,941	87,050	87,100	4,084
75,100	75,150	3,516	78,100	78,150	3,658	81,100	81,150	3,801	84,100	84,150	3,943	87,100	87,150	4,086
75,150	75,200	3,518	78,150	78,200	3,661	81,150	81,200	3,803	84,150	84,200	3,946	87,150	87,200	4,088
75,200	75,250	3,521	78,200	78,250	3,663	81,200	81,250	3,806	84,200	84,250	3,948	87,200	87,250	4,091
75,250	75,300	3,523	78,250	78,300	3,666	81,250	81,300	3,808	84,250	84,300	3,951	87,250	87,300	4,093
75,300	75,350	3,525	78,300	78,350	3,668	81,300	81,350	3,810	84,300	84,350	3,953	87,300	87,350	4,095
75,350	75,400	3,528	78,350	78,400	3,670	81,350	81,400	3,813	84,350	84,400	3,955	87,350	87,400	4,098
75,400	75,450	3,530	78,400	78,450	3,673	81,400	81,450	3,815	84,400	84,450	3,958	87,400	87,450	4,100
75,450	75,500	3,533	78,450	78,500	3,675	81,450	81,500	3,818	84,450	84,500	3,960	87,450	87,500	4,103
75,500	75,550	3,535	78,500	78,550	3,677	81,500	81,550	3,820	84,500	84,550	3,962	87,500	87,550	4,105
75,550	75,600	3,537	78,550	78,600	3,680	81,550	81,600	3,822	84,550	84,600	3,965	87,550	87,600	4,107
75,600	75,650	3,540	78,600	78,650	3,682	81,600	81,650	3,825	84,600	84,650	3,967	87,600	87,650	4,110
75,650	75,700	3,542	78,650	78,700	3,685	81,650	81,700	3,827	84,650	84,700	3,970	87,650	87,700	4,112
75,700	75,750	3,544	78,700	78,750	3,687	81,700	81,750	3,829	84,700	84,750	3,972	87,700	87,750	4,114
75,750	75,800	3,547	78,750	78,800	3,689	81,750	81,800	3,832	84,750	84,800	3,974	87,750	87,800	4,117
75,800	75,850	3,549	78,800	78,850	3,692	81,800	81,850	3,834	84,800	84,850	3,977	87,800	87,850	4,119
75,850	75,900	3,552	78,850	78,900	3,694	81,850	81,900	3,837	84,850	84,900	3,979	87,850	87,900	4,122
75,900	75,950	3,554	78,900	78,950	3,696	81,900	81,950	3,839	84,900	84,950	3,981	87,900	87,950	4,124
75,950	76,000	3,556	78,950	79,000	3,699	81,950	82,000	3,841	84,950	85,000	3,984	87,950	88,000	4,126
<b>76,000</b>			<b>79,000</b>			<b>82,000</b>			<b>85,000</b>			<b>88,000</b>		
76,000	76,050	3,559	79,000	79,050	3,701	82,000	82,050	3,844	85,000	85,050	3,986	88,000	88,050	4,129
76,050	76,100	3,561	79,050	79,100	3,704	82,050	82,100	3,846	85,050	85,100	3,989	88,050	88,100	4,131
76,100	76,150	3,563	79,100	79,150	3,706	82,100	82,150	3,848	85,100	85,150	3,991	88,100	88,150	4,133
76,150	76,200	3,566	79,150	79,200	3,708	82,150	82,200	3,851	85,150	85,200	3,993	88,150	88,200	4,136
76,200	76,250	3,568	79,200	79,250	3,711	82,200	82,250	3,853	85,200	85,250	3,996	88,200	88,250	4,138
76,250	76,300	3,571	79,250	79,300	3,713	82,250	82,300	3,856	85,250	85,300	3,998	88,250	88,300	4,141
76,300	76,350	3,573	79,300	79,350	3,715	82,300	82,350	3,858	85,300	85,350	4,000	88,300	88,350	4,143
76,350	76,400	3,575	79,350	79,400	3,718	82,350	82,400	3,860	85,350	85,400	4,003	88,350	88,400	4,145
76,400	76,450	3,578	79,400	79,450	3,720	82,400	82,450	3,863	85,400	85,450	4,005	88,400	88,450	4,148
76,450	76,500	3,580	79,450	79,500	3,723	82,450	82,500	3,865	85,450	85,500	4,008	88,450	88,500	4,150
76,500	76,550	3,582	79,500	79,550	3,725	82,500	82,550	3,867	85,500	85,550	4,010	88,500	88,550	4,152
76,550	76,600	3,585	79,550	79,600	3,727	82,550	82,600	3,870	85,550	85,600	4,012	88,550	88,600	4,155
76,600	76,650	3,587	79,600	79,650	3,730	82,600	82,650	3,872	85,600	85,650	4,015	88,600	88,650	4,157
76,650	76,700	3,590	79,650	79,700	3,732	82,650	82,700	3,875	85,650	85,700	4,017	88,650	88,700	4,160
76,700	76,750	3,592	79,700	79,750	3,734	82,700	82,750	3,877	85,700	85,750	4,019	88,700	88,750	4,162
76,750	76,800	3,594	79,750	79,800	3,737	82,750	82,800	3,879	85,750	85,800	4,022	88,750	88,800	4,164
76,800	76,850	3,597	79,800	79,850	3,739	82,800	82,850	3,882	85,800	85,850	4,024	88,800	88,850	4,167
76,850	76,900	3,599	79,850	79,900	3,742	82,850	82,900	3,884	85,850	85,900	4,027	88,850	88,900	4,169
76,900	76,950	3,601	79,900	79,950	3,744	82,900	82,950	3,886	85,900	85,950	4,029	88,900	88,950	4,171
76,950	77,000	3,604	79,950	80,000	3,746	82,950	83,000	3,889	85,950	86,000	4,031	88,950	89,000	4,174
<b>77,000</b>			<b>80,000</b>			<b>83,000</b>			<b>86,000</b>			<b>89,000</b>		
77,000	77,050	3,606	80,000	80,050	3,749	83,000	83,050	3,891	86,000	86,050	4,034	89,000	89,050	4,176
77,050	77,100	3,609	80,050	80,100	3,751	83,050	83,100	3,894	86,050	86,100	4,036	89,050	89,100	4,179
77,100	77,150	3,611	80,100	80,150	3,753	83,100	83,150	3,896	86,100	86,150	4,038	89,100	89,150	4,181
77,150	77,200	3,613	80,150	80,200	3,756	83,150	83,200	3,898	86,150	86,200	4,041	89,150	89,200	4,183
77,200	77,250	3,616	80,200	80,250	3,758	83,200	83,250	3,901	86,200	86,250	4,043	89,200	89,250	4,186
77,250	77,300	3,618	80,250	80,300	3,761	83,250	83,300	3,903	86,250	86,300	4,046	89,250	89,300	4,188
77,300	77,350	3,620	80,300	80,350	3,763	83,300	83,350	3,905	86,300	86,350	4,048	89,300	89,350	4,190
77,350	77,400	3,623	80,350	80,400	3,765	83,350	83,400	3,908	86,350	86,400	4,050	89,350	89,400	4,193
77,400	77,450	3,625	80,400	80,450	3,768	83,400	83,450	3,910	86,400	86,450	4,053	89,400	89,450	4,195
77,450	77,500	3,628	80,450	80,500	3,770	83,450	83,500	3,913	86,450	86,500	4,055	89,450	89,500	4,198
77,500	77,550	3,630	80,500	80,550	3,772	83,500	83,550	3,915	86,500	86,550	4,057	89,500	89,550	4,200
77,550	77,600	3,632	80,550	80,600	3,775	83,550	83,600	3,917	86,550	86,600	4,060	89,550	89,600	4,202
77,600	77,650	3,635	80,600	80,650	3,777	83,600	83,650	3,920	86,600	86,650	4,062	89,600	89,650	4,205
77,650	77,700	3,637	80,650	80,700	3,780	83,650	83,700	3,922	86,650	86,700	4,065	89,650	89,700	4,207
77,700	77,750	3,639	80,700	80,750	3,782	83,700	83,750	3,924	86,700	86,750	4,067	89,700	89,750	4,209
77,750	77,800	3,642	80,750	80,800	3,784	83,750	83,800	3,927	86,750	86,800	4,069	89,750	89,800	4,212
77,800	77,850	3,644	80,800	80,850	3,787	83,800	83,850	3,929	86,800	86,850	4,072	89,800	89,850	4,214
77,850	77,900	3,647	80,850	80,900	3,789	83,850	83,900	3,932	86,850	86,900	4,074	89,850	89,900	4,217
77,900	77,950	3,649	80,900	80,950	3,791	83,900	83,950	3,934	86,900	86,950	4,076	89,900	89,950	4,219
77,950	78,000	3,651	80,950	81,000	3,794	83,950	84,000	3,936	86,950	87,000	4,079	89,950	90,000	4,221

# 2010 MARYLAND TAX TABLE

If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...			If your taxable net income is...		
At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...	At least	But less than	Your Maryland tax is ...
<b>90,000</b>			<b>92,000</b>			<b>94,000</b>			<b>96,000</b>			<b>98,000</b>		
90,000	90,050	4,224	92,000	92,050	4,319	94,000	94,050	4,414	96,000	96,050	4,509	98,000	98,050	4,604
90,050	90,100	4,226	92,050	92,100	4,321	94,050	94,100	4,416	96,050	96,100	4,511	98,050	98,100	4,606
90,100	90,150	4,228	92,100	92,150	4,323	94,100	94,150	4,418	96,100	96,150	4,513	98,100	98,150	4,608
90,150	90,200	4,231	92,150	92,200	4,326	94,150	94,200	4,421	96,150	96,200	4,516	98,150	98,200	4,611
90,200	90,250	4,233	92,200	92,250	4,328	94,200	94,250	4,423	96,200	96,250	4,518	98,200	98,250	4,613
90,250	90,300	4,236	92,250	92,300	4,331	94,250	94,300	4,426	96,250	96,300	4,521	98,250	98,300	4,616
90,300	90,350	4,238	92,300	92,350	4,333	94,300	94,350	4,428	96,300	96,350	4,523	98,300	98,350	4,618
90,350	90,400	4,240	92,350	92,400	4,335	94,350	94,400	4,430	96,350	96,400	4,525	98,350	98,400	4,620
90,400	90,450	4,243	92,400	92,450	4,338	94,400	94,450	4,433	96,400	96,450	4,528	98,400	98,450	4,623
90,450	90,500	4,245	92,450	92,500	4,340	94,450	94,500	4,435	96,450	96,500	4,530	98,450	98,500	4,625
90,500	90,550	4,247	92,500	92,550	4,342	94,500	94,550	4,437	96,500	96,550	4,532	98,500	98,550	4,627
90,550	90,600	4,250	92,550	92,600	4,345	94,550	94,600	4,440	96,550	96,600	4,535	98,550	98,600	4,630
90,600	90,650	4,252	92,600	92,650	4,347	94,600	94,650	4,442	96,600	96,650	4,537	98,600	98,650	4,632
90,650	90,700	4,255	92,650	92,700	4,350	94,650	94,700	4,445	96,650	96,700	4,540	98,650	98,700	4,635
90,700	90,750	4,257	92,700	92,750	4,352	94,700	94,750	4,447	96,700	96,750	4,542	98,700	98,750	4,637
90,750	90,800	4,259	92,750	92,800	4,354	94,750	94,800	4,449	96,750	96,800	4,544	98,750	98,800	4,639
90,800	90,850	4,262	92,800	92,850	4,357	94,800	94,850	4,452	96,800	96,850	4,547	98,800	98,850	4,642
90,850	90,900	4,264	92,850	92,900	4,359	94,850	94,900	4,454	96,850	96,900	4,549	98,850	98,900	4,644
90,900	90,950	4,266	92,900	92,950	4,361	94,900	94,950	4,456	96,900	96,950	4,551	98,900	98,950	4,646
90,950	91,000	4,269	92,950	93,000	4,364	94,950	95,000	4,459	96,950	97,000	4,554	98,950	99,000	4,649
<b>91,000</b>			<b>93,000</b>			<b>95,000</b>			<b>97,000</b>			<b>99,000</b>		
91,000	91,050	4,271	93,000	93,050	4,366	95,000	95,050	4,461	97,000	97,050	4,556	99,000	99,050	4,651
91,050	91,100	4,274	93,050	93,100	4,369	95,050	95,100	4,464	97,050	97,100	4,559	99,050	99,100	4,654
91,100	91,150	4,276	93,100	93,150	4,371	95,100	95,150	4,466	97,100	97,150	4,561	99,100	99,150	4,656
91,150	91,200	4,278	93,150	93,200	4,373	95,150	95,200	4,468	97,150	97,200	4,563	99,150	99,200	4,658
91,200	91,250	4,281	93,200	93,250	4,376	95,200	95,250	4,471	97,200	97,250	4,566	99,200	99,250	4,661
91,250	91,300	4,283	93,250	93,300	4,378	95,250	95,300	4,473	97,250	97,300	4,568	99,250	99,300	4,663
91,300	91,350	4,285	93,300	93,350	4,380	95,300	95,350	4,475	97,300	97,350	4,570	99,300	99,350	4,665
91,350	91,400	4,288	93,350	93,400	4,383	95,350	95,400	4,478	97,350	97,400	4,573	99,350	99,400	4,668
91,400	91,450	4,290	93,400	93,450	4,385	95,400	95,450	4,480	97,400	97,450	4,575	99,400	99,450	4,670
91,450	91,500	4,293	93,450	93,500	4,388	95,450	95,500	4,483	97,450	97,500	4,578	99,450	99,500	4,673
91,500	91,550	4,295	93,500	93,550	4,390	95,500	95,550	4,485	97,500	97,550	4,580	99,500	99,550	4,675
91,550	91,600	4,297	93,550	93,600	4,392	95,550	95,600	4,487	97,550	97,600	4,582	99,550	99,600	4,677
91,600	91,650	4,300	93,600	93,650	4,395	95,600	95,650	4,490	97,600	97,650	4,585	99,600	99,650	4,680
91,650	91,700	4,302	93,650	93,700	4,397	95,650	95,700	4,492	97,650	97,700	4,587	99,650	99,700	4,682
91,700	91,750	4,304	93,700	93,750	4,399	95,700	95,750	4,494	97,700	97,750	4,589	99,700	99,750	4,684
91,750	91,800	4,307	93,750	93,800	4,402	95,750	95,800	4,497	97,750	97,800	4,592	99,750	99,800	4,687
91,800	91,850	4,309	93,800	93,850	4,404	95,800	95,850	4,499	97,800	97,850	4,594	99,800	99,850	4,689
91,850	91,900	4,312	93,850	93,900	4,407	95,850	95,900	4,502	97,850	97,900	4,597	99,850	99,900	4,692
91,900	91,950	4,314	93,900	93,950	4,409	95,900	95,950	4,504	97,900	97,950	4,599	99,900	99,950	4,694
91,950	92,000	4,316	93,950	94,000	4,411	95,950	96,000	4,506	97,950	98,000	4,601	99,950	100,000	4,696

**Use the appropriate Maryland tax computation worksheet schedule below if your taxable net income is \$100,000 or more.**

**Tax Rate Schedule I** - Use if your filing status is Single, Married Filing Separately, or Dependent Taxpayer. Use the row in which your taxable net income appears.

Taxable Net Income	(a)	(b)	(c)	(d)	(e)	(f)	Maryland Tax
If Line 23 of Form 502	Enter the amount from Line 23 of Form 502	Subtraction Amount	Subtract Column (b) from (a) and enter here	Multiplication Amount	Multiply (c) by (d) enter here	Addition Amount	Add (e) to (f). Enter result here and on Line 24 of Form 502.
At least \$100,000 but not over \$150,000	\$	\$ 3,000.00	\$	x .0475	\$	\$ 90.00	\$
Over \$150,000 but not over \$300,000	\$	\$ 150,000.00	\$	x .0500	\$	\$ 7,072.50	\$
Over \$300,000 but not over \$500,000	\$	\$ 300,000.00	\$	x .0525	\$	\$ 14,572.50	\$
Over \$500,000 but not over \$1,000,000	\$	\$ 500,000.00	\$	x .0550	\$	\$ 25,072.50	\$
Over \$1,000,000	\$	\$ 1,000,000.00	\$	x .0625	\$	\$ 52,572.50	\$

**Tax Rate Schedule II** - Use if your filing status is Married Filing Joint, Head of Household, or Qualifying Widow(er) with Dependent Child. Use the row in which your taxable net income appears.

Taxable Net Income	(a)	(b)	(c)	(d)	(e)	(f)	Maryland Tax
If Line 23 of Form 502	Enter the amount from Line 23 of Form 502	Subtraction Amount	Subtract Column (b) from (a) and enter here	Multiplication Amount	Multiply (c) by (d) enter here	Addition Amount	Add (e) to (f). Enter result here and on Line 24 of Form 502.
At least \$100,000 but not over \$200,000	\$	\$ 3,000.00	\$	x .0475	\$	\$ 90.00	\$
Over \$200,000 but not over \$350,000	\$	\$ 200,000.00	\$	x .0500	\$	\$ 9,447.50	\$
Over \$350,000 but not over \$500,000	\$	\$ 350,000.00	\$	x .0525	\$	\$ 16,947.50	\$
Over \$500,000 but not over \$1,000,000	\$	\$ 500,000.00	\$	x .0550	\$	\$ 24,822.50	\$
Over \$1,000,000	\$	\$ 1,000,000.00	\$	x .0625	\$	\$ 52,322.50	\$





OR FISCAL YEAR BEGINNING

2011, ENDING

YOU MAY FILE AND PAY YOUR ESTIMATED TAXES ELECTRONICALLY. VISIT US AT [WWW.MARYLANDTAXES.COM](http://WWW.MARYLANDTAXES.COM) AND LOOK FOR ONLINE SERVICES. IN ADDITION TO MAKING A SINGLE ESTIMATED PAYMENT, YOU MAY ALSO CHOOSE TO SET UP FUTURE ESTIMATED PAYMENTS AT THE SAME TIME.

CHECK HERE IF THIS IS ☐ A CHANGE OF ADDRESS  
CHECK HERE IF THIS IS ☐ A JOINT DECLARATION

Your first name	Initial	Last name	Social Security number	
Spouse's first name	Initial	Last name	Social Security number	
Number and street			For Office Use Only	
City or town	State	ZIP code	ME	YE
			EC	EC

IF YOU RECEIVE THE DECLARATION OF ESTIMATED PERSONAL INCOME TAX PACKET WHICH INCLUDES THE FOUR PREPRINTED VOUCHERS FOR SUBMITTING ESTIMATED PAYMENTS, PLEASE USE THE PREPRINTED VOUCHERS INSTEAD OF THIS FORM OR **FILE ELECTRONICALLY**.

IF YOU DID NOT RECEIVE THE PACKET AND DO NOT ELECT TO FILE ELECTRONICALLY, USE THIS FORM TO REMIT ANY PAYMENT DUE AT THIS TIME. IF VOUCHERS ARE NEEDED FOR REMAINING INSTALLMENTS OF THE CURRENT TAX YEAR, CHECK HERE ☐

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

**ESTIMATED TAX WORKSHEET**

1. Total income expected in 2011 (federal adjusted gross income) . . . . . 1. \_\_\_\_\_
2. Net modifications (See instructions) . . . . . 2. \_\_\_\_\_
3. Maryland adjusted gross income (line 1, plus or minus line 2) . . . . . 3. \_\_\_\_\_
4. Deductions:
  - a. If standard deduction is used, see instructions on reverse side for amount to enter.
  - b. If deductions are itemized, enter total of federal itemized deductions less state and local income taxes. 4. \_\_\_\_\_
5. Maryland net income (Subtract line 4 from line 3) . . . . . 5. \_\_\_\_\_
6. Personal exemptions (See instructions) . . . . . 6. \_\_\_\_\_
7. Taxable net income (Subtract line 6 from line 5) . . . . . 7. \_\_\_\_\_
8. Maryland income tax (See instructions) . . . . . 8. \_\_\_\_\_
9. Personal and business income tax credits . . . . . 9. \_\_\_\_\_
10. Subtract line 9 from line 8 (If less than 0 enter 0). . . . . 10. \_\_\_\_\_
11. Local income tax or special nonresident income tax: Multiply line 7 by **.0** (See instructions) 11. \_\_\_\_\_
12. Total 2011 Maryland and local income tax (Add line 10 and line 11) . . . . . 12. \_\_\_\_\_
13. Maryland income tax to be withheld during the year 2011. . . . . 13. \_\_\_\_\_
14. Total estimated tax to be paid by declaration (Subtract line 13 from line 12). . . . . 14. \_\_\_\_\_
15. Amount to be submitted with declaration (Divide line 14 by 4) . . . . . 15. \_\_\_\_\_

For payment by credit card see payment instructions.

**ESTIMATED TAX PAID FOR 2011 WITH THIS DECLARATION**

(If filing and paying electronically or by credit card

do not submit this form) ..... ► \$

Make checks payable to and mail to:  
COMPTROLLER OF MARYLAND  
REVENUE ADMINISTRATION DIVISION  
Annapolis, Maryland 21411-0001

(It is recommended that you include your Social Security number on check using blue or black ink)

**MARYLAND**  
**PERSONAL**  
**DECLARATION OF ESTIMATED INCOME TAX**

**Purpose of declaration** The filing of a declaration of estimated Maryland income tax is a part of the pay-as-you-go plan of income tax collection adopted by the State. If you have any income such as pensions, business income, lottery, capital gains, interest, dividends, etc., from which no tax is withheld, or wages from which not enough Maryland tax is withheld, you may have to pay estimated taxes. The law is similar to the federal law.

**Who must file a declaration** You must file a declaration of estimated tax if you are required to file a Maryland income tax return *and* your gross income would be expected to develop a tax of more than \$500 in excess of your Maryland withholding.

You must file a declaration with payment in full within 60 days of receiving \$500 or more of income from awards, prizes, lotteries or raffles, whether paid in cash or property if Maryland tax has not been withheld. A husband and wife may file a joint declaration.

**When to file a declaration** You must pay at least one-fourth of the total estimated tax on line 14 of this form on or before **April 15, 2011**. The remaining quarterly payments are due **June 15, 2011, September 15, 2011 and January 15, 2012**. You may pay the total estimated tax with your first payment, if you wish. If you are filing on a fiscal year basis, each payment is due by the 15th day of the 4th, 6th, 9th and 13th months following the beginning of the fiscal year.

**Overpayment of tax** If you overpaid your 2010 income tax (Form 502 or 505) you may apply all or part of the overpayment to your 2011 estimated tax. If the overpayment applied equals or exceeds the estimated tax liability for the first quarterly payment, you are not required to file the declaration. If the overpayment applied is less than the estimated tax liability, you should file the declaration and pay the balance of the first installment. Preprinted vouchers will be mailed to you for the remaining payments.

**How to estimate your 2011 tax** The worksheet on page 1 is designed to develop an estimate of your 2011 Maryland and local income tax. Be as accurate as you can in forecasting your 2011 income. You may use your 2010 income and tax as a guide, but if you will receive more income than you did in 2010, you must pay at least 110% of your prior year tax to avoid interest for underpayment of estimated tax. For the purpose of estimating, rounding all amounts to the nearest dollar is recommended.

Nonresidents may use the Nonresident Estimated Tax Calculator at [www.marylandtaxes.com](http://www.marylandtaxes.com)

**Specific Instructions:**

**Line 1.** Total income expected in 2011 is your estimated federal adjusted gross income.

**Line 2.** Net modifications. You must add certain items to your federal adjusted gross income. See Instruction 12 of the tax booklet. You may subtract certain items from federal adjusted gross income. See Instruction 13 of the tax booklet. Enter on this line the net result of additions and subtractions.

**Line 4.** Deductions. You may compute your tax using the standard deduction method or the itemized deduction method.

Standard deduction. Compute 15% of line 3.

For Filing Status 1, 3, 6: if the amount computed is less than \$1,500, enter \$1,500; if the amount is between \$1,500 and \$2,000, enter that amount; if the amount is more than \$2,000, enter \$2,000.

For Filing Status 2, 4, 5: if the amount computed is less than \$3,000, enter \$3,000; if the amount is between \$3,000 and \$4,000, enter that amount; if the amount is more than \$4,000, enter \$4,000.

Itemized deductions. Enter the total of federal itemized deductions less state and local income taxes.

**Line 6.** Personal exemptions. If your FAGI will be \$100,000 or less, you are allowed:

- \$3,200 each for taxpayer and spouse.
- \$1,000 each for taxpayer and spouse if age 65 or over and/or blind.
- \$3,200 for each allowable dependent, other than taxpayer and spouse. The amount is doubled for allowable dependents age 65 or over.

If your AGI will be more than \$100,000, see chart in Instruction 10 of the tax booklet to determine the amount of exemption you can claim for items a and c above.

**Line 8.** Maryland income tax. If your taxable net income is less than \$1,000,000 compute your tax on the amount on line 7 using the tax rate schedules in Instruction 17 of the resident tax booklet. However, if your taxable net income is greater than \$1,000,000 the tax rate is 5.5% of the excess over \$1,000,000.

Note: The tax rates were current at the time this form was created. It is possible that the 2011 General Assembly may change this tax rate when in session from January through April. Please check our Web site for updates.

**Line 11.** Local or special nonresident income tax. Maryland counties and Baltimore City levy an income tax on residents that is a percentage of taxable net income. The amount you entered on line 7 is your taxable net income. Multiply that amount by your local tax rate (see below) and enter on line 11.

Baltimore City	.0320	Harford County	.0306
Allegany County	.0305	Howard County	.0320
Anne Arundel County	.0256	Kent County	.0285
Baltimore County	.0283	Montgomery County	.0320
Calvert County	.0280	Prince George's County	.0320
Caroline County	.0263	Queen Anne's County	.0285
Carroll County	.0305	St. Mary's County	.0300
Cecil County	.0280	Somerset County	.0315
Charles County	.0290	Talbot County	.0225
Dorchester County	.0262	Washington County	.0280
Frederick County	.0296	Wicomico County	.0310
Garrett County	.0265	Worcester County	.0125

**Nonresidents use .0125**

**Filing a return instead of fourth payment** Instead of making the fourth declaration payment on or before **January 15, 2012**, you may file your 2011 personal income tax return, provided you file it on or before **January 31, 2012** and pay in full with the return any balance of tax due.

**Farmers and fishermen** If your estimated gross income from farming or fishing is at least two-thirds of your total estimated gross income for the year, special provisions may apply. Your 2011 declaration and full payment of the estimated tax are due on or before **January 15, 2012**. You do not have to file the declaration if you file your complete tax return (Form 502 or 505) and pay the full amount of tax due on or before **March 1, 2012**.

**Changes in income or exemptions** Your situation may not require you to file a declaration on **April 15, 2011**. However, a large increase in income after that date may require you to file a declaration. If at any time during the year you need to amend your original declaration, simply increase or decrease the remaining payments.

**Forms and information** Declaration of estimated tax forms and any additional information may be obtained from the Comptroller of Maryland, Revenue Administration Division, Annapolis, Maryland 21411-0001 (410-260-7980 or 1-800-MDTAXES) or from any of its branch offices.

**Electronic filing** You may file and pay your 2011 estimated taxes electronically. When you use our iFile program, we give you the ability to make a single estimated tax payment, as well as providing the convenience of scheduling all of your payments at one time. These scheduled payments will be deducted from your bank account on the dates that you specify. Visit us at [www.marylandtaxes.com](http://www.marylandtaxes.com) and look for **on-line services**.

**Payment by credit card** You may pay your balance by using your MasterCard, Discover, American Express or Visa. Credit card payments may be made by telephone or over the Internet. The internet option is available to everyone. You must have filed a 2009 Maryland income tax return to use the telephone option.

Both options will be processed by Official Payments Corporation who will charge a convenience fee on the amount of your payment. The State will not receive this fee. You will be told the amount of the fee before you complete your transaction. Do not include the amount of the convenience fee as part of the tax payment.

To make a credit card payment call 1-800-2PAYTAX (1-800-272-9829) or visit their Web site at: [www.officialpayments.com](http://www.officialpayments.com)

**Payment by check or money order** Make your check or money order payable to "Comptroller of Maryland." Write the type of tax, year of tax, and tax being paid on your check. It is recommended that you include your Social Security number on check using blue or black ink. **DO NOT SEND CASH.**

**Mailing instructions** Mail your declaration of estimated tax to:

Comptroller of Maryland  
Revenue Administration Division  
Annapolis, Maryland 21411-0001

**Penalties and interest** If you are required by law to file a declaration of estimated tax for any tax year and you either (1) fail to file on the date prescribed, (2) **fail to pay the installment or installments when due** or (3) estimate a tax less than ninety (90) percent of the developed tax shown on the return for the current taxable year and which estimate was less than 110% of the tax that was developed for the prior year, you will be subject to the penalties and interest as provided by law for the failure to file a return and the failure to pay a tax when due.

UNDERPAYMENT OF ESTIMATED  
MARYLAND INCOME TAX  
BY INDIVIDUALS

2010

SEE EXPLANATION ON REVERSE. ATTACH THIS FORM TO FORM 502, 503 OR 505.

IMPORTANT: PLEASE REVIEW THE INSTRUCTIONS BEFORE COMPLETING THIS FORM.

FARMERS AND FISHERMEN SEE BACK OF FORM FOR COMPUTATION

IF YOUR INCOME IS TAXABLE BY ANOTHER STATE, SEE BACK OF FORM.

Your first name and initial	Last name	Social Security number
Spouse's first name and initial	Last name	Social Security number

## EXCEPTIONS WHICH AVOID THE UNDERPAYMENT INTEREST

No interest is due and this form should not be filed if:

- A. The tax liability on gross income after deducting Maryland withholding is \$500 or less, or  
B. You have made four quarterly payments as required, each equal to or more than one-fourth of 110% of last year's taxes.

## COMPUTATION OF UNDERPAYMENT - LINES 1 THROUGH 15

1. Total Maryland income (from line 16 of Form 502, line 1 of Form 503 or line 8 of Form 505NR) ..... 1. \_\_\_\_\_  
2. 2010 Maryland and local tax (from line 36 of Form 502, line 12 of Form 503 or line 38 of Form 505) ..... 2. \_\_\_\_\_  
3. Refundable earned income credit (from line 43 of Form 502, line 18 of Form 503 or line 45 of Form 505) . . . 3. \_\_\_\_\_  
4. Refundable income tax credits (from line 44 of Form 502 or line 47 of Form 505). . . . . 4. \_\_\_\_\_  
5. Total tax developed on tax preference items . . . . . 5. \_\_\_\_\_  
6. Total (Add lines 3, 4 and 5) . . . . . 6. \_\_\_\_\_  
7. Balance (Subtract line 6 from line 2) . . . . . 7. \_\_\_\_\_  
8. Multiply line 7 by 90% (.90) . . . . . 8. \_\_\_\_\_  
9a. 2009 tax [Enter line 36 of 2009 Form 502, line 12 of 2009 Form 503 or line 38 (reduced by any credits on line 46) of 2009 Form 505] . . . . . 9a. \_\_\_\_\_  
9b. Multiply line 9a by 110% (1.10) . . . . . 9b. \_\_\_\_\_  
10. Minimum withholding and/or estimated tax required (Enter the lesser of line 8 or 9b). . . . . 10. \_\_\_\_\_

## INSTALLMENT PERIODS . . . . .

11. Divide total Maryland income on line 1 into earnings per period (See instructions) . . . . . 11. \_\_\_\_\_  
12. Divide earnings per period on line 11 by the amount on line 1 to determine the percent per period . . . . . 12. \_\_\_\_\_  
13. Payments required. Multiply the amount on line 10 by the percent on line 12 for each period. . . . . 13. \_\_\_\_\_  
14. Estimated tax paid and tax withheld per period (See instructions) . . . . . 14. \_\_\_\_\_  
15. Underpayment per period (line 13 less line 14). If less than zero, enter zero. . . . . 15. \_\_\_\_\_

## DUE DATES OF INSTALLMENTS

April 15, 2010	June 15, 2010	September 15, 2010	January 15, 2011
Jan 1 to Mar 31	Jan 1 to May 31	Jan 1 to Aug 31	Jan 1 to Dec 31

## COMPUTATION OF INTEREST

- |  |       |       |       |       |
|--|-------|-------|-------|-------|
| 16. Interest factor (based on 13% annual rate) . . . . . 16.   | .0217 | .0325 | .0433 | .0325 |
| 17. Multiply underpayment on line 15 by the factor on line 16 for each period. . . . . 17.   |       |       |       |       |
| 18. Interest (Add amounts on line 17) Place total in appropriate box on line 50 of Form 502, line 22 of Form 503, or line 53 of Form 505 and include amount in your total payment with return. . . . . 18. |       |       |       |       |

# UNDERPAYMENT OF ESTIMATED MARYLAND INCOME TAX BY INDIVIDUALS

## GENERAL INSTRUCTIONS

Section 10-815 of the Tax-General Article of the Annotated Code of Maryland requires every individual, or individuals filing jointly, who receives taxable income which is not subject to Maryland withholding, or from which not enough Maryland tax is withheld to file a Declaration of Estimated Tax, if the income can be expected to develop a tax of more than \$500 in excess of the Maryland withholding. Furthermore, Sections 13-602 and 13-702 stipulate that any individual so required to file, who either (1) fails to file on the date or dates prescribed; (2) fails to pay the installment or installments when due; or (3) estimates a tax less than ninety (90) percent of the developed tax shown on the return for the current tax year and less than 110% of the tax that was developed for the prior year, shall be subject to penalty and interest.

## WHO MUST FILE

If you believe that you are liable for interest for one of the reasons outlined above, or if you believe that you are not liable for interest due to an unequal distribution of income, please complete and submit this form with your tax return.

If you meet one of the exceptions shown on page 1, you are not required to file this form.

If you want us to figure the interest for you, complete your return as usual. Do not file Form 502UP. You will be notified of any interest due.

## SPECIFIC INSTRUCTIONS

Lines 1 through 10 are used to determine the minimum amount required to be paid by estimated or withholding tax to avoid interest.

### Line 1

Enter your Maryland adjusted gross income from line 16 of Form 502, line 1 of Form 503 or line 8 of Form 505NR. Alternatively, if you itemize deductions, you may elect to enter taxable net income from line 20 of Form 502 or net income from line 11 of Form 505NR.

### Lines 2-4

Enter the amount specified from your 2010 Form 502, 503 OR 505.

### Line 5

Multiply the amount on line 5 of Form 502TP by the highest state rate used on your tax return. Add to this result the amount on line 5 of Form 502TP multiplied by your local (or special non-resident) tax rate.

### Line 9a

If your 2009 tax was corrected or amended, be sure to include any additional tax when calculating your total tax for the year.

Lines 11 through 15 will determine which periods are underpaid and the amount of underpayment.

### Line 11

Enter in each column the income received for the period of the year covered by that column. If your income was received evenly throughout the year, enter one-fourth of line 1 in column 1, one-half of line 1 in column 2, three-fourths of line 1 in column 3 and an amount equal to line 1 in column 4. You may elect to report your income based on the actual dates of receipt. If so, enter income received between January 1 and March 31 in the first column; enter income received between January 1 and May 31 in the second column; enter income received between January 1 and August 31 in the third column and 100% of your income in the fourth column. NOTE: Regardless of whether you use an even distribution or base your entries on the actual receipt dates, each successive column will include the amount from the prior columns. See the example in the

instructions for line 14.

### Line 14

Enter in each column the sum of any estimated payments you have made and any Maryland tax withheld from the beginning of the year to the due date at the top of that column. Include any non-resident tax paid by S-corporations, partnerships or limited liability companies on your behalf. NOTE: Just as in line 11, each successive entry will include the amount from the prior columns. For example, if you paid \$500 in estimated payments each quarter, the first column will contain \$500, the second \$1,000, the third \$1,500 and the fourth \$2,000. Overpayments in later quarters may not be used to offset underpayments in previous quarters.

Lines 16 through 18 determine the amount of interest due for each underpaid quarter.

### Line 16

The factors represent the interest rate for the portion of the year between the due date of each quarter and the due date of the next quarter. The rate is 1/12 of 13% for each month or part of a month from the due date. If your estimated tax payment was not timely, but was paid earlier than the due date of the next quarter, adjust the factor as follows: count the number of months from the due date that the payment was late. Treat a partial month as one month. Divide that number by twelve and multiply it by the 13% annual rate. Apply this adjusted factor to the underpaid amount on line 15.

### Line 17

Using the factors on line 16 or the adjusted factor described above, determine the amount of interest due for each quarter and enter the amounts in the appropriate columns.

### Line 18

Add all interest amounts in Columns 1 through 4 on line 17. Enter the total interest on the appropriate line of your tax return.

**If the interest calculated on line 18 is zero because your income was not received evenly throughout the year, enter code number 301 in one of the boxes marked "code numbers" to the right of the telephone number area and attach this form to your return.**

## FARMERS AND FISHERMEN

If your gross income from farming or fishing is at least two-thirds of your total estimated gross income for the year, the 2010 declaration and full payment of the estimated tax is due on or before January 15, 2011. In lieu of filing the declaration, you may elect to file your full and complete annual return on or before March 1, 2011 and make full payment of the developed tax at that time.

If you fail to do either of the above, and the income not subject to withholding or from which not enough Maryland tax is withheld would be expected to develop a tax of more than \$500, then you are subject to interest. To compute the applicable interest charge, complete lines 1 through 10 of this form. Enter the amount from line 10 on line 13, column 4 and complete the rest of the form. Only column 4 will have entries.

**To claim exemption from this interest charge or to use the special calculation, enter code number 300 in one of the boxes marked "code numbers" to the right of the telephone number area. Attach this form to your return if you used the special calculation.**

## INCOME TAXABLE BY ANOTHER STATE

If at least 90% of your taxable income is taxable by another state, and the underpayment is not greater than the local tax, no interest is due and you are not required to file this form.

**To claim exemption from this interest charge, enter code number 302 in one of the boxes marked "code numbers" to the right of the telephone number area.**





## ATTACH TO YOUR TAX RETURN

Please Print using blue or black ink

Your first name	Initial	Last name
Spouse's first name	Initial	Last name

SOCIAL SECURITY NUMBER(S) (REQUIRED)

SOCIAL SECURITY NUMBER(S) (REQUIRED)


## Read Instructions for Form 502CR

**Note: You must complete and submit both pages 1 and 2 of this form to receive credit for the items listed.**

## PART A - TAX CREDITS FOR INCOME TAXES PAID TO OTHER STATES

If you were a part-year resident, you may not claim a credit for tax paid on nonresident income you subtracted on line 12 of Form 502.

If you are claiming a credit for taxes paid to more than one state, see instructions.

1. Enter your taxable net income from line 20, Form 502 (or Line 29, Form 504) ..... **1** \_\_\_\_\_
2. Taxable net income in other state. Write on this line only the net income which is taxable in both the other state and Maryland.  
If you are taxed in the other state on income which is not taxable in Maryland, do not include that amount here. .... **2** \_\_\_\_\_  
**NOTE:** When the tax in the other state is a percentage of a tax based on your total income regardless of source, you must apply the same percentage to your taxable income in the other state to determine the income taxable in both states.
3. Revised taxable net income (Subtract line 2 from line 1.) If less than zero, enter zero. .... **3** \_\_\_\_\_
4. Enter the Maryland tax from line 24, Form 502 (or Line 30, Form 504). This is the Maryland tax based on your total income for the year .. **4** \_\_\_\_\_
5. Tax on amount on line 3. Compute the Maryland tax that would be due on the revised taxable net income by using the Maryland Tax Table or Computation Worksheet contained in the instructions for Forms 502 or 504. **Do not include the local income tax.** ..... **5** \_\_\_\_\_
6. Tentative tax credit (Subtract line 5 from line 4.) If less than zero, enter zero. .... **6** \_\_\_\_\_
7. State tax shown on the tax return filed with the state of  2-letter state code must be entered for credit to be allowed.  
Enter 2-letter state code  
Enter the amount of your 2010 income tax liability (after deducting any credits for personal exemptions) to a state other than Maryland. Do not enter state tax withheld from your W-2 forms. **It is important that a copy of the tax return that was filed with the other state be attached to your Maryland return.** ..... **7** \_\_\_\_\_
8. Credit for income tax paid to other state. Your credit for taxes paid to another state is the smaller of the tax actually paid (line 7) or the reduction in Maryland tax resulting from the exclusion of income in the other state (line 6). Write the smaller of line 6 or line 7 here and on line 1, Part G, page 2. .... **8** \_\_\_\_\_


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

1. Enter your federal adjusted gross income from line 1 of Form 502 or line 17, column 1 of Form 505 or Form 515 ..... **1** \_\_\_\_\_
2. Enter your federal Child and Dependent Care Credit from federal Form 2441 ..... **2** \_\_\_\_\_
3. Enter the decimal amount from the chart in the instructions that applies to the amount on line 1 ..... **3** \_\_\_\_\_
4. Multiply line 2 by line 3. Enter here and on line 2, Part G, page 2. .... **4** \_\_\_\_\_

## PART C - QUALITY TEACHER INCENTIVE CREDIT

## Taxpayer A

## Taxpayer B

- |  | Name of Maryland Public School System | Name of Maryland Public School System |
|--|---------------------------------------|---------------------------------------|
| 1. Enter the <b>Maryland public school system</b> in which you are <b>employed and teach</b>   |                                       |                                       |
| 2. Enter amount of tuition paid to:  <b>Name of Institution</b> | <b>2</b> _____                        | <b>2</b> _____                        |
| 3. Enter amount of tuition reimbursement   | <b>3</b> _____                        | <b>3</b> _____                        |
| 4. Subtract line 3 from line 2   | <b>4</b> _____                        | <b>4</b> _____                        |
| 5. Maximum credit.....   | <b>5</b> _____ 1500 00                | <b>5</b> _____ 1500 00                |
| 6. Enter the lesser of line 4 or line 5 here.  | <b>6</b> _____                        | <b>6</b> _____                        |
| 7. Total (Add amounts from line 6, for Taxpayers A and B) Enter here and on line 3, Part G, page 2 ..... <b>7</b>                                  | _____                                 |                                       |

# MARYLAND INCOME TAX CREDITS FOR INDIVIDUALS



## PART D - CREDIT FOR AQUACULTURE OYSTER FLOATS

1. Enter the amount paid to purchase an aquaculture oyster float(s)

Enter here and on line 4 of Part G below. **This credit is limited.** See Instructions.

1

## PART E - LONG-TERM CARE INSURANCE CREDIT: (This is a **ONE-TIME** credit)

Answer the questions and see instructions below before completing Columns A through E for each person for whom you paid long-term care insurance premiums.

- Question 1** - Did the insured individual have long-term care insurance prior to July 1, 2000? ..... Yes ☐ No ☐
- Question 2** - Is the credit being claimed for the insured individual in this year by any other taxpayer? ..... Yes ☐ No ☐
- Question 3** - Has credit been claimed **by anyone** for the insured individual in any other tax year? ..... Yes ☐ No ☐

If you answered **YES** to any of the above questions, that insured person does **NOT** qualify for the credit.

Complete Columns A through D only for insured individuals who qualify for credit. Enter in Column E the lesser of the amount of premium paid for each insured person or:

\$330 for those insured that are 40 or less, as of 12/31/10

\$500 for those insured that are over age 40, as of 12/31/10.

Add the amounts in Column E and enter the total on line 5 (TOTAL) and Part G, line 5.

Column A Name of Qualifying Insured Individual	Age	Column B Social Security No. of Insured	Column C Relationship to Taxpayer	Column D Amount of Premium Paid	Column E Credit Amount
1.	▶	▶	▶	▶	1.
2.	▶	▶	▶	▶	2.
3.	▶	▶	▶	▶	3.
4.	▶	▶	▶	▶	4.
5. TOTAL					5.

## PART F - CREDIT FOR PRESERVATION AND CONSERVATION EASEMENTS.

	Taxpayer A	Taxpayer B
1. Enter the portion of the total current year donation amount, and any carryover from prior year(s), attributable to each taxpayer. ....	1	1
2. Enter the amount of any payment received for the easement by each taxpayer during 2010. ....	2	2
3. Subtract line 2 from line 1. ....	3	3
4. Enter the amount from line 24 of Form 502; line 32c of Form 505; line 33 of Form 515; line 30 of Form 504; or <b>\$5,000</b> , whichever is less. ....	4	4
5. Enter the lesser of lines 3 or 4 here. (If you itemize deductions, see Instruction 14.) ....	5	5
6. Total (Add amounts from line 5 for taxpayers A and B). Enter here and on line 6 Part G below. ....	6	6
7. Excess credit carryover. Subtract line 6 from the sum of lines 3A and 3B. ....	7	7

## PART G - INCOME TAX CREDIT SUMMARY

1. Enter the amount from Part A, line 8 (If more than one state, see instructions) .....	1
2. Enter the amount from Part B, line 4 .....	2
3. Enter the amount from Part C, line 7 .....	3
4. Enter the amount from Part D, line 1 .....	4
5. Enter the amount from Part E, line 5 .....	5
6. Enter the amount from Part F, line 6 .....	6
7. Enter the amount from Section 2, line 4 of Form 502H. Attach Form 502H. ....	7
8. Total (Add lines 1 through 7) Enter this amount on line 27 of Form 502; line 39 of Form 504; line 35 of Form 505; or line 36 of Form 515. ....	8

## PART H - REFUNDABLE INCOME TAX CREDITS

1. Neighborhood Stabilization Credit. Enter the amount and attach certification. ....	1
2. Heritage Structure Rehabilitation and/or Sustainable Communities Tax Credits (See instructions for Forms 502H and 502S) Attach certification. ....	2
3. Refundable Business Income Tax Credit (See instructions for Form 500CR) Attach 500CR .....	3
4. IRC Section 1341 Repayment Credit. (See Instructions) Attach documentation. ....	4
5. Form 1041 Schedule K-1 Nonresident PTE tax (See instructions for required attachments) .....	5
6. Total (Add lines 1 through 5). Enter this amount on line 44 of Form 502, line 47 of Form 505, or line 54 of Form 515 .....	6

## GENERAL INSTRUCTIONS

**Purpose of Form.** Form 502CR is used to claim personal income tax credits for individuals (including resident fiduciaries).

You may report the following tax credits on this form: the **Credit for Income Taxes Paid to Other States, Credit for Child and Dependent Care Expenses, Quality Teacher Incentive Credit, Long-Term Care Insurance Credit, Credit for Preservation and Conservation Easements, Credit for Aquaculture Oyster Floats, the Heritage Structure Rehabilitation Tax Credit, Sustainable Communities Tax Credit, the Neighborhood Stabilization Credit, IRC Section 1341 Repayment Credit, Form 1041 Schedule K-1 Nonresident PTE Tax, and Refundable Business Income Tax Credits from Form 500CR.**

The Neighborhood Stabilization Credit, a portion of the Heritage Structure Rehabilitation Tax Credit, the Sustainable Communities Tax Credit, and/or certain business tax credits from Form 500CR and the IRC Section 1341 Repayment Credit are refundable. The balance of the Heritage Structure Rehabilitation Tax Credit and all of the other credits may not exceed the state income tax.

Excess credit for preservation and conservation easements and for non-refundable heritage structure rehabilitation expenses may be carried forward to the next tax year. Excess amounts of the other credits cannot be carried forward. **Note: Resident fiduciaries may use Form 502CR to claim only a credit for income taxes paid to other states or a credit for Preservation and Conservation Easements.**

**Name and Other Information.** Type or print the name(s) as shown on Form 502, Form 505, Form 515 or Form 504 in the designated area. Enter the Social Security number for each taxpayer.

**When and Where to File.** Form 502CR must be attached to the annual return (Form 502, 504, 505 or 515) and filed with the Comptroller of Maryland, Revenue Administration Division, Annapolis, Maryland 21411-0001.

## PART A - CREDIT FOR INCOME TAXES PAID TO OTHER STATES

If you are a Maryland resident (including a resident fiduciary) and you paid income tax to another state, you may be eligible for a credit on your Maryland return. Nonresidents (filing Form 505, 515, or 504) are not eligible for this credit.

Find the state to which you paid a nonresident tax in the groups listed below. The instructions for that group will tell you if you are eligible for credit and should complete Part A of Form 502CR. You must file your Maryland income tax return on Form 502 and complete lines 1 through 24 of that form, or on Form 504 and complete lines 1 through 29. Then complete Form 502CR Parts A and G and attach to Form 502 or 504.

A completed, signed copy of the income tax return filed in the other state must also be attached to Form 502 or 504.

**CAUTION:** Do not use the income or withholding tax reported on the wage and tax statement (W-2 form) issued by your employer for the credit computation. Use the taxable income and the income tax calculated on the return you filed with the other state.

If you are claiming credit for taxes paid to more than one state, a separate Form 502CR must be completed for each state. Total the amount from each Form 502CR, Part A, line 8. Using only one summary section, record the total on Part G, line 1. Credit cannot be allowed for the local portion of the tax calculated on the return of the other state or on the Maryland return (line 31 of Form 502).

**GROUP I - Nonreciprocal - Credit is taken on the Maryland resident return.**

Alabama - AL	Illinois - IL	Mississippi - MS
Arizona - AZ	Indiana - IN	Missouri - MO
Arkansas - AR	Iowa - IA	Montana - MT
California - CA	Kansas - KS	Nebraska - NE
Colorado - CO	Kentucky - KY	New Hampshire - NH
Connecticut - CT	Louisiana - LA	New Jersey - NJ
Delaware - DE	Maine - ME	New Mexico - NM
Georgia - GA	Massachusetts - MA	New York - NY
Hawaii - HI	Michigan - MI	North Carolina - NC
Idaho - ID	Minnesota - MN	North Dakota - ND

Ohio - OH	Vermont - VT
Oklahoma - OK	Virginia - VA
Oregon - OR	(except wage income)
Pennsylvania - PA	Washington, DC - DC
(except wage income)	(except wage income)
Rhode Island - RI	West Virginia - WV
South Carolina - SC	(except wage income)
Tennessee - TN	Wisconsin - WI
Texas - TX	Territories and
Utah - UT	Possessions of the

United States
American Samoa - AS
Guam - GU
Northern Mariana
Island - MP
Puerto Rico - PR
U.S. Virgin Islands - VI

**Group I - A Maryland resident (including a resident fiduciary) having income from one of these states must report the income on the Maryland return Form 502 or 504. To claim a credit for taxes paid to the other state, complete Form 502CR and attach it and a copy of the other state's nonresident income tax return (not just your W-2 Form) to your Maryland return.**

**GROUP II - Reciprocal for wages, salaries, tips and commission income only.**

Pennsylvania - PA	Washington, DC - DC
Virginia - VA	West Virginia - WV

**Group II - Maryland has a reciprocal agreement with the states included in Group II. The agreement applies only to wages, salaries, tips and commissions. It does not apply to business income, farm income, rental income, gain from the sale of tangible property, etc. If you had such income subject to tax in these states, complete Form 502CR and attach it and a copy of the other state's nonresident income tax return (not just your W-2 Form) to your Maryland return.**

If you had wages, plus income other than wages from a state listed in Group II, you should contact the taxing authorities in the other state to determine the proper method for filing the nonresident return.

**GROUP III - No state income tax - No credit allowed.**

Alaska - AK	South Dakota - SD
Florida - FL	Washington - WA
Nevada - NV	Wyoming - WY

**Group III - You must report income from these states on your Maryland resident return. You cannot claim any credit for income earned in these states because you did not pay any income tax to the other state.**

## PART A - IMPORTANT NOTE FOR DUAL RESIDENTS

A person may be a resident of more than one state at the same time for income tax purposes. If you must file a resident return with both Maryland and another state, use the following rules to determine where the credit should be taken:

1. A person who is domiciled in Maryland and who is subject to tax as a resident of any of the states listed in Group I or II can claim a credit on the Maryland return (Form 502) using Part A of Form 502CR.
2. A person domiciled in any state listed in Group I or II who must file a resident return with Maryland must take the credit in the state of domicile.

## PART A - SPECIAL INSTRUCTIONS

**Members of Pass-through Entities -** When a partnership, S corporation, limited liability company (LLC) or business trust files a composite return on behalf of its partners, shareholders or members with states in Groups I and II, Maryland resident partners, shareholders or members may claim a credit for their share of the tax paid. Attach a copy of the composite return filed with each of the other states. In lieu of the composite return, attach a statement(s) from the pass-through entity showing your share of the total income, your share of the taxable net income and your share of the tax liability in each of the other states. Complete a separate Form 502CR Part A for each state, entering your share of the taxable net income on line 2 and your share of the tax liability on line 7. Do not enter the amount of tax withheld on your behalf as shown on the K-1 issued to you by the pass-through entity. Total the amount from each Form 502CR, Part A, line 8. Using only one summary section, record the total on Part G, line 1. No credit is allowed for local taxes paid.

If the Maryland resident must file an individual nonresident return reporting the partnership, S corporation, LLC or business trust income, a separate Form 502CR must be completed for each state and submitted with a copy of the return filed with the other state. For both composite returns and individual returns, no credit is available for taxes paid to states in Group III, or for taxes paid to cities or local jurisdictions.

**Shareholders of S Corporations** - Maryland resident shareholders can claim a credit for taxes paid by an S corporation to a state which does not recognize federal S corporation treatment. A copy of the corporation return filed in the other state is required to be attached to the Maryland return. A separate Form 502CR should be completed for each state showing the following information:

\_\_\_\_\_ % x \_\_\_\_\_ = \_\_\_\_\_  
 Stock ownership Corporation taxable Line 2, Part A, Form 502CR  
 percentage income

\_\_\_\_\_ % x \_\_\_\_\_ = \_\_\_\_\_  
 Stock ownership Corporation tax Line 7, Part A, Form 502CR  
 percentage

**NOTE:** A preliminary calculation using Form 502 must be made before calculating the credit on Form 502CR. Complete lines 1 through 24 on Form 502 to determine the amounts to be used for the 502CR computation.

The credit amount shown on line 8 of Part A, Form 502CR must then be included as an addition to income on line 5 of the Form 502 you will file.

**D.C. Unincorporated Business Franchise Tax** - Self-employed individuals and partners in a partnership that are subject to D.C. unincorporated business franchise tax may claim a credit on Form 502CR. A copy of the D.C. return is required for self-employed individuals and for partners, a K-1 or other statement from the partnership showing the partner's share of income and the partner's share of the D.C. tax.

**Installment Sales in Another State** - You may be eligible for credit for taxes paid to another state for gain recognized on installment, sales proceeds, even if the other state required the total be recognized in an earlier tax year. Credit is allowed against the state income tax only. The gain must have been deferred for federal tax purposes, but fully taxed in the year of the sale by another state that does not recognize the deferral. The credit allowed is the amount of the gain taxed in Maryland in the current year multiplied by the lesser of:

- the highest state tax rate used on your Maryland tax return or
- the tax rate imposed by the other state on the gain.

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

If you were eligible for a Child and Dependent Care Credit on your federal income tax return, Form 1040 or 1040A for tax year 2010, you may be entitled to a credit on your Maryland state income tax return. The credit starts at 32.5% of the federal credit allowed, but is phased out for taxpayers with federal adjusted gross incomes above \$41,000 (\$20,500 for individuals who are married, but file separate income tax returns). No credit is allowed for an individual whose federal adjusted gross income exceeds \$50,000 (\$25,000 for married filing separately). Use the chart below to determine the decimal amount to be entered on line 3 of Part B.

## PART C - QUALITY TEACHER INCENTIVE CREDIT

If you are a Maryland teacher, you may be able to claim a credit against your State tax liability for tuition paid to take graduate-level courses required to maintain certification. This credit applies to individuals who:

- currently hold a standard professional certificate or advanced professional certificate;
- are **employed** by a **county/city board of education** in Maryland;
- teach in a public school and receive a satisfactory performance evaluation for teaching;
- successfully complete the courses with a grade of B or better; and
- have not been fully reimbursed by the **county/city** for these expenses. Only the unreimbursed portion qualifies for the credit.

Each spouse that qualifies may claim this credit. Complete a separate column in the worksheet for each spouse.

## INSTRUCTIONS

- Enter the name of the Maryland public school system in which you are employed and teach.
- Enter the amount of tuition paid for graduate-level courses for each qualifying teacher and the name of the institution(s) it was paid.
- Enter the amount received as a reimbursement for tuition from your employer.
- The maximum amount of credit allowed is \$1,500 for each qualifying individual.
- The credit is limited to the amount paid less any reimbursement up to the maximum amount allowed for each qualifying individual. Enter the lesser of line 4 or line 5.
- Enter the total of line 6, for Taxpayers A and B. Also enter this amount on line 3, Part G.

# CREDIT FOR CHILD AND DEPENDENT CARE EXPENSES CHART

If your filing status is Married Filing Separately and your federal adjusted gross income is:		Decimal Amount	For all other filing statuses, if your federal adjusted gross income is:	
At Least	But less than		At least	But less than
\$0-	\$20,501	.3250	\$0	\$41,001
\$20,501	\$21,001	.2925	\$41,001	\$42,001
\$21,001	\$21,501	.2600	\$42,001	\$43,001
\$21,501	\$22,001	.2275	\$43,001	\$44,001
\$22,001	\$22,501	.1950	\$44,001	\$45,001
\$22,501	\$23,001	.1625	\$45,001	\$46,001
\$23,001	\$23,501	.1300	\$46,001	\$47,001
\$23,501	\$24,001	.0975	\$47,001	\$48,001
\$24,001	\$24,501	.0650	\$48,001	\$49,001
\$24,501	\$25,001	.0325	\$49,001	\$50,001
\$25,001	or over	.0000	\$50,001	or over



## PART D - CREDIT FOR AQUACULTURE OYSTER FLOATS

A credit is allowed for 100% of the amounts paid to purchase new aquaculture oyster floats that are designed to grow oysters at or under an individual homeowner's pier. The devices must be buoyant and assist in the growth of oysters for the width of the pier. In the case of a joint return, each spouse is entitled to claim the credit, provided each spouse purchases or contributes to the purchase of a float. The credit amount is limited to the lesser of the individual's state tax liability for that year or the maximum allowable credit of \$500. In the case of a joint return, each spouse must calculate their own state tax liability for limitation purposes.

## PART E - LONG-TERM CARE INSURANCE CREDIT

A **one-time credit** may be claimed against the state income tax for the payment of qualified long-term care (LTC) insurance premiums as defined by the IRS (Publication 502) for a policy to insure yourself, or your spouse, parent, stepparent, child or stepchild, who is a resident of Maryland.

A credit may not be claimed if:

- the insured was covered by LTC insurance prior to July 1, 2000;
- the credit for the insured is being claimed in this year by another taxpayer; or
- the credit is being or has been claimed by anyone in any other tax year.

The credit is equal to the LTC premiums paid with a maximum per insured of:

Amount	Age of Insured as of 12/31/10
\$330	40 or less
\$500	over 40 years

### SPECIFIC INSTRUCTIONS

- Answer Questions 1 through 3. If you answered "yes" for any of the questions, no credit is allowed for that individual.
- Complete columns A through D of the worksheet for each qualifying insured individual who qualifies for the credit. If more space is required, attach a separate statement.
- Enter in Column E the amount of premiums paid for each qualifying insured individual up to the maximum for that age group.
- Add the amounts in Column E and enter the total on line 5. Also enter this amount on line 5, Part G.

## PART F - CREDIT FOR PRESERVATION AND CONSERVATION EASEMENTS

If you donated an easement to the Maryland Environmental Trust or the Maryland Agricultural Land Preservation Foundation to preserve open space, natural resources, agriculture, forest land, watersheds, significant ecosystems, viewsheds or historic properties, you may be eligible for a credit if:

- the easement is perpetual;
- the easement is accepted and approved by the Board of Public Works; and
- the fair market value of the property before and after the conveyance of the easement is substantiated by a certified real estate appraiser.

The credit is equal to the difference in the fair market values of the property reduced by payments received for the easement.

If the property is owned jointly by more than one individual such as a husband and wife, **each individual owner is entitled to the credit based on their percentage of ownership.** Individual members of a pass-through entity are not eligible for this credit. The credit amount is limited to the lesser of the individual's state tax liability for that year or the maximum allowable credit of \$5,000, per owner, who qualifies to claim the credit. Complete a separate column in the worksheet for each spouse. **In the case**

**of a joint return**, each spouse must calculate their own state tax liability for limitation purposes. Use the rules for filing separate returns in Instruction 8 in the Resident booklet to calculate each spouse's Maryland tax. In the case of a fiduciary return, the fiduciary will complete the column for Taxpayer B only.

If the individual's allowable credit amount exceeds the maximum of \$5,000, the excess may be carried forward for up to 15 years or until fully used. Complete lines 1-7 of Part F. If you itemize deductions, see Instruction 14 in the Resident booklet.

For Line 1, enter the amount by which the fair market value of the property before the conveyance of the easement exceeds the fair market value after the conveyance as substantiated by a certified real estate appraiser, plus any carryover from the prior year.

The carryover amount can be found on Part F line 6 of Form 502CR for tax year 2009.

For additional information, contact the Maryland Environmental Trust at 410-514-7900 ([www.dnr.state.md.us/met](http://www.dnr.state.md.us/met)), or the Maryland Agricultural Land Preservation Foundation at 410-841-5860.

## PART G - INCOME TAX CREDIT SUMMARY

This part is to summarize parts A through F and the non-refundable portion of Heritage Structure Rehabilitation tax credits. If the total from Part G, line 8 exceeds the state tax, the excess may not be refunded.

## PART H - REFUNDABLE INCOME TAX CREDITS

### Line 1 - NEIGHBORHOOD STABILIZATION CREDIT

If you live in the Waverly or Landsdowne sections of Baltimore City, or in the Hillendale, Northbrook, Pelham Woods, or Taylor/Dartmouth areas of Baltimore County, you may qualify for this credit. Credit for homes purchased in Baltimore City must have been applied for by December 31, 2002. Credit for homes purchased in Baltimore County must have been applied for by December 31, 2005. After certification by Baltimore City or Baltimore County, you may claim an income tax credit equal to the property tax credit granted by Baltimore City or Baltimore County. Enter the amount on line 1 of Part H and attach a copy of the certification.

### Line 2 - HERITAGE STRUCTURE REHABILITATION TAX CREDIT AND SUSTAINABLE COMMUNITIES TAX CREDIT

See instructions for Form 502H and Form 502S.

### Line 3 - REFUNDABLE BUSINESS INCOME TAX CREDIT

See Form 500CR for qualifications and instructions for the One Maryland Economic Development Tax Credit, the Biotechnology Investment Incentive Tax Credit, Job Creation and Recovery Tax Credit, and the Clean Energy Incentive Tax Credit.

### Line 4 - IRC SECTION 1341 REPAYMENT CREDIT

If you repaid an amount reported as income on a prior year tax return this year that was greater than \$3,000, you may be eligible for an IRC Section 1341 Repayment credit. Attach documentation. For additional information, see Administrative Release 40.

### Line 5 - FORM 1041 SCHEDULE K-1 NONRESIDENT PTE TAX

If you are the beneficiary of a Trust or a Qualified Subchapter S Trust for which nonresident PTE tax was paid, you may be entitled to a credit for your share of that tax. Enter the amount on this line and attach both the Form 1041 Schedule K-1 for the trust (or Form 504 Schedule K-1) and a copy of the K-1 issued to the trust by the PTE.

**Line 6** - Add lines 1 through 5 and enter the total on the appropriate line of the income tax form being filed.

# STATE DEPARTMENT OF ASSESSMENTS AND TAXATION

## INFORMATION REGARDING PROPERTY TAX CREDITS, EXEMPTIONS AND GROUND RENT REGISTRY.

Under Maryland law, you may be eligible for a substantial credit on the property tax bill issued on your home, based upon your gross household income. This program is available to homeowners of all ages and the credit is calculated solely on the basis of gross income.

Use the chart printed below to see if it would be worthwhile for you to submit a Homeowners' Tax Credit application. If the actual property taxes on your home (based on no more than **\$300,000** of assessed value) exceed the "Tax Limit" amount shown on the table below for your household income level, you may be eligible for a credit and are urged to file an application. The table is printed for illustrative purposes, and therefore, the income amounts are listed in increments of \$2,000. For purposes of this program, the applicant must report total income, which means the combined gross household income before any deductions are taken. Nontaxable income, such as Social Security, Railroad Retirement or Veterans' benefits, also must be reported as income for the tax credit program.

2010 COMBINED GROSS HOUSEHOLD INCOME		2010 COMBINED GROSS HOUSEHOLD INCOME		2010 COMBINED GROSS HOUSEHOLD INCOME	
BEFORE DEDUCTIONS	TAX LIMIT	BEFORE DEDUCTIONS	TAX LIMIT	BEFORE DEDUCTIONS	TAX LIMIT
\$0- 8,000	\$ 0	16,000	420	24,000	1,140
10,000	80	18,000	600	26,000	1,320
12,000	160	20,000	780	28,000*	1,500
14,000	290	22,000	960	and up to a maximum of \$60,000	

\*For each additional \$1,000 of income add \$90 to \$1,500 to find the amount that your tax must exceed.

If you think you might qualify on the basis of your household income, there are certain other legal requirements which must be met. The purpose of this notice is simply to advise you of the availability of the program and to suggest that you inquire further if you think you qualify on the basis of the income chart provided above.

**To obtain a Homeowners' Tax Credit application form or to receive further information about your eligibility for the program, you should telephone 410-767-4433 in the Baltimore metropolitan area or 1-800-944-7403 (toll free) for those living elsewhere in Maryland.** The application form explains the various program requirements in detail. The deadline for filing a Homeowners' Tax Credit application is generally September 1, 2011.

### RENTERS' TAX CREDIT PROGRAM

The State of Maryland also makes available a Renters' Tax Credit of up to **\$750** a year for renters age 60 and over or those 100% disabled if they qualify on the basis of income. Renters under age 60 who have a dependent child may be eligible for a credit if certain separate income requirements are met. **To obtain a Renters' Tax Credit application form or to receive further information about the program, you may telephone 410-767-4433 in the Baltimore metropolitan area or 1-800-944-7403 (toll free) for those living elsewhere in Maryland.** The filing deadline for the Renters' Program is September 1, 2011.

### REAL PROPERTY TAX EXEMPTIONS FOR 100% DISABLED VETERANS AND BLIND PERSONS

There is a complete exemption from real property taxes on the dwelling house owned by disabled veterans with a 100% service connected permanent disability or by their surviving spouses. The State also allows an exemption on the first \$15,000 of valuation on the dwelling house owned by legally blind persons. **For further information about either exemption, please telephone 410-767-4433 in the Baltimore area or 1-800-944-7403 (toll free) in other areas of Maryland.**

### REQUIRED REGISTRATION OF GROUND RENTS

A new law was enacted by the 2007 session of the General Assembly requiring any owner of a ground rent in the State of Maryland to register that ground rent with the Maryland Department of Assessments and Taxation. If the owner does not register the ground rent with the Department by September 30, 2011, the reversionary interest of the owner is extinguished and the ground rent is no longer payable. Additionally, there is a graduated filing fee for registering the ground rent with the Department, which increases if the initial filing is made in the second or third year for registration. Finally, the registry information for the specific ground rent on each real property will be available for viewing by the tenant homeowner and the general public at the time of registration via the Department's website at [www.dat.state.md.us](http://www.dat.state.md.us). **For further information on the ground rent registry law, please telephone (410) 767-2809.**

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## Tax Information and Assistance

### PERSONAL SERVICE

Free, in-person tax assistance is provided at the taxpayer service offices listed to the right. Please bring a completed copy of your federal return and all W-2 statements. Offices are open Monday – Friday, 8:00 a.m. – 5:00 p.m. For accommodations for a disability, please contact the most convenient office before your visit.

### SPECIAL ASSISTANCE

Hearing impaired individuals may call:  
Maryland Relay Service (MRS)..... 711  
Larger format tax forms.....410-260-7951

### EXTRA HOURS OF ASSISTANCE

Our offices offer the following extended hours:

Monday, February 21, 2011 ..... 8:00 a.m. - 5:00 p.m.  
Saturday, April 16, 2011 ..... 9:00 a.m. - 1:00 p.m.  
Monday, April 18, 2011 ..... 8:00 a.m. - 7:00 p.m.

### GENERAL INFORMATION

The Comptroller of Maryland offers extended hours for free telephone assistance from February 1 - April 18, 2011. During this period, telephone assistance is available from 8:00 a.m. until 8:00 p.m., Monday through Friday. .... 1-800-MD-TAXES  
.....www.marylandtaxes.com

### REFUND INFORMATION

Central Maryland .....410-260-7701  
Elsewhere ..... 1-800-218-8160

### Using A Private Delivery Service, instead of US Mail:

If you are not using the US Postal Service, but are using a private delivery service (such as: FedEx, or UPS) use the following address:

Comptroller of Maryland  
Revenue Administration Division  
80 Calvert Street  
Annapolis, MD 21401

### BRANCH OFFICES

#### Annapolis

Revenue Administration Center, 110 Carroll St.  
Annapolis, MD 21411..... 410-260-7980

### BRANCH OFFICES

#### Baltimore

State Office Building, 301 W. Preston St., Rm. 206  
Baltimore, MD 21201-2384 ..... 410-767-1995

#### Cumberland

112 Baltimore St., 2nd Fl, Cumberland, MD 21502-2302  
Garrett Co. Residents ..... 301-334-8880  
Allegany Co. Residents ..... 301-777-2165

#### Elkton

Upper Chesapeake Corporate Center  
103 Chesapeake Blvd., Suite D  
Elkton, MD 21921-6313 ..... 410-996-0580

#### Frederick

Courthouse/Multiservice Center, Rm. 2110  
100 West Patrick Street  
Frederick, MD 21701-5646 ..... 301-600-1982

#### Hagerstown

Professional Arts Building, 1 South Potomac Street  
Hagerstown, MD 21740-5512 ..... 301-791-4776

#### Landover

Treetops Building, 8181 Professional Pl., Suite 101  
Landover, MD 20785-2226. .... 301-459-9195

#### Salisbury

State Multiservice Center, 201 Baptist St., Ste. 2248  
Salisbury, MD 21801-4961 ..... 410-713-3660

#### Towson

Hampton Plaza, 300 East Joppa Rd., Ste. PL 1-A  
Towson, MD 21286 ..... 410-321-2306

#### Upper Marlboro

Prince George's County Courthouse, 14735 Main St., Rm. 083B  
Upper Marlboro, MD 20772-9978..... 301-952-2810

#### Waldorf

1036 St. Nicholas Dr., Suite 202 ..... 301-645-2226  
Waldorf, MD 20603 ..... 301-843-0977

#### Wheaton

Wheaton Park Office Complex, 11510 Georgia Ave., Ste. 190  
Wheaton, MD 20902-1958 ..... 301-949-6030