

10-106(d)] § 10-106(C) of this subtitle and modified by the credits allowed under Subtitle 7 of this title against the county income tax.

10-706.

(c) (2) (ii) For purposes of determining the county income tax, the credit under § 10-704 of this subtitle shall be calculated using the State income tax as modified under [§ 10-106(d)] § 10-106(C) of this title.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be applicable to all taxable years beginning after December 31, 1997.

SECTION 3. AND BE IT FURTHER ENACTED, That:

(a) Notwithstanding the notice provisions of § 10-106(b)(2) ~~and (c)(2)(iv)~~ of the Tax - General Article but subject to § 10-106(a)(4) of the Tax - General Article, for individual income taxes payable for calendar year 1998 only, a county may:

(1) ~~Decrease~~ decrease its county income tax rate in increments of 2 percentage points or 5 percentage points; ~~or~~

(2) ~~Elect, by ordinance or resolution, to be excluded from the provisions of § 10-106(c)(1) of the Tax - General Article.~~

(b) A county income tax rate decrease ~~or election~~ under subsection (a) of this section may not take effect unless the county notifies the Comptroller of the rate decrease or election on or before June 1, 1998.

(c) The Comptroller is not required to issue new withholding tables for the 1998 calendar year reflecting any rate decrease ~~or election~~ for calendar year 1998 under this section.

SECTION 4. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health and safety, has been passed by a ye and nay vote supported by three-fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted.

Approved May 12, 1998.

CHAPTER 400

(Senate Bill 488)

AN ACT concerning

Maryland Automobile Insurance Fund - Residential Ineligibility of Insured - Policy Processing Fee

FOR the purpose of authorizing the Maryland Automobile Insurance Fund to charge and collect a processing fee or certain other amounts on policies that are void because the insured fails to meet certain residency requirements for eligibility