

RESEARCH AND DEVELOPMENT EXPENSES FOR CELLULOSIC ETHANOL TECHNOLOGY.

10-306.

(a) In addition to the modification under § 10-305 of this subtitle, the amounts under this section are added to the federal taxable income of a corporation to determine Maryland modified income.

(F) THE ADDITION UNDER SUBSECTION (A) OF THIS SECTION INCLUDES THE AMOUNT OF A CREDIT CLAIMED UNDER § 10-726 OF THIS TITLE FOR RESEARCH AND DEVELOPMENT EXPENSES FOR CELLULOSIC ETHANOL TECHNOLOGY.

10-726.

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(2) "CELLULOSIC ETHANOL TECHNOLOGY" MEANS TECHNOLOGY THAT IS USED TO DEVELOP CELLULOSIC BIOMASS FOR CONVERSION TO ETHANOL FUEL.

(3) "DEPARTMENT" MEANS THE DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT.

(4) "QUALIFIED RESEARCH AND DEVELOPMENT EXPENSES" MEANS EXPENSES PAID OR INCURRED FOR CELLULOSIC ETHANOL TECHNOLOGY RESEARCH AND DEVELOPMENT THAT IS CONDUCTED IN THE STATE.

(B) SUBJECT TO THE LIMITATIONS OF THIS SECTION, AN INDIVIDUAL OR CORPORATION MAY CLAIM A CREDIT AGAINST THE STATE INCOME TAX IN AN AMOUNT EQUAL TO 10% OF THE QUALIFIED RESEARCH AND DEVELOPMENT EXPENSES PAID OR INCURRED BY THE INDIVIDUAL OR CORPORATION DURING THE TAXABLE YEAR.

(C) (1) BY SEPTEMBER 15 OF THE CALENDAR YEAR FOLLOWING THE END OF THE TAXABLE YEAR IN WHICH THE QUALIFIED RESEARCH AND DEVELOPMENT EXPENSES WERE PAID OR INCURRED, AN INDIVIDUAL OR CORPORATION SHALL SUBMIT AN APPLICATION TO THE DEPARTMENT FOR THE CREDIT ALLOWED UNDER THIS SECTION.