

HOUSE BILL 206

Q4

11r0593

By: **Delegates Stein, Arora, Beidle, Bobo, Frush, Hubbard, Kaiser, Lafferty, Murphy, and Ross**

Introduced and read first time: January 28, 2011

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax Exemption for Precious Metal Bullion and Coins – Repeal**

3 FOR the purpose of repealing a sales and use tax exemption for the sale of certain
4 precious metal bullion and coins that exceeds a certain price; and generally
5 relating to the repeal of the sales and use tax exemption for the sale of certain
6 precious metal bullion and coins.

7 BY repealing

8 Article – Tax – General

9 Section 11–214.1

10 Annotated Code of Maryland

11 (2010 Replacement Volume)

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

14 **Article – Tax – General**

15 **[11–214.1.**

16 (a) In this section:

17 (1) “precious metal bullion or coins” means:

18 (i) any precious metal that has gone through a refining process
19 and is in a state or condition such that its value depends on its precious metal content
20 and not on its form; or

21 (ii) except as provided in paragraph (2) of this subsection,
22 monetized bullion, coins, or other forms of money that:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- 1 1. are manufactured from precious metals; and
- 2 2. are or have in the past been used as a medium of
- 3 exchange under the laws of the State, the United States, or a foreign nation; and

4 (2) “precious metal bullion or coins” does not include jewelry or a work

5 of art made of precious metal bullion or coins.

6 (b) The sales and use tax does not apply to a sale of precious metal bullion or

7 coins if the sale price is greater than \$1,000.]

8 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

9 July 1, 2011.