## SALES TAX EXPANSION DEFEATED!

SWKrebs Newsletter - March 5, 2020

We heard you! There was an overwhelming response from small business, real estate agents and a wide range of professional services who strongly objected to the proposed tax expansion <u>HB1628</u>. This bill would have reduced the Maryland Sales Tax from 6% to 5%, and add a sales tax to many services including:

Tax Preparation, Pet Sitting, Dry Cleaning, Handy Man Services, Nail Salons, Lawyer services, Car wash, Personal fitness...and the list goes on and on....

This bill was opposed by a wide range of industries, and in a rare bipartisan effort, the Subcommittee's Democrats and Republicans voted "unfavorable" to defeat the legislation without debate. "Small business can breathe a little relief."

This bill was introduced late in the Session to fund the recommendations from the Kirwan Commission. Check out my last newsletter for a complete recap of the "Blueprint for Maryland's Future" - the 179-page bill that would cost the Maryland taxpayers an estimated \$4 billion per year for up to 10 years!

Highlights from my last newsletter:

- The Kirwan Commission Education Recommendations,
- The Tax Rate Reduction and Services Legislation a \$2.6 billion tax hike,
- The 2002 Legislation/Thornton Commission provided school systems with the resources necessary to provide every child with an adequate and equitable education, yet the results were insignificant and there was NO ACCOUNTABILITY!

Thank you for the phone calls, emails and letters expressing your concern about the proposed tax increases - the largest in Maryland's history. I stand behind Governor Hogan and **WILL NOT SUPPORT AN INCREASE IN ANY TAXES!** 

<u>Kirwan Commission - New Tax Newsletter - February 21, 2020</u>