



February 5, 2020

The Honorable Guy Guzzone  
Budget and Taxation Committee  
3 West, Miller Senate Office Building  
Annapolis, MD 21401

**Re: SB 0123 – Small Business Fairness Act – Oppose**

Dear Senator Guzzone:

SB 0123 will require certain retail trade and food services corporations to compute Maryland taxable income using a certain method. While also requiring, subject to regulations, certain groups of retail trade and food services corporations to file a combined income tax return reflecting the aggregate income tax liability of all the members of the group.

SB 0123 will increase taxes significantly on certain Maryland corporations and would discourage multi state corporations from doing business in the state. Retail trade and food services provide many jobs to Maryland residents. There is tremendous pressure on the industry and the threat of higher minimum wage rates will make them rethink locating in the state. The Legislative Committee of the Carroll County Chamber of Commerce opposes this bill. We believe SB 0123 is a step in the wrong direction towards fostering a more attractive climate for business in our state.

The state of Maryland is at a critical juncture as the competition to attract new business and individuals is increasing. Moreover, the move toward increased regulation has had a negative impact on our business climate. We need to reverse this cycle for the future generations of Marylanders or we continue to lose both residents and businesses and at the same time become unattractive to those who are looking at our state as a place to call home.

We therefore ask that your committee consider the negative impact of SB 0123 and give this bill an unfavorable report.

Sincerely,

A handwritten signature in black ink that reads 'Mike McMullin'.

Mike McMullin  
President  
Carroll County Chamber of Commerce

CC: Senator Justin Ready  
Delegate Haven Shoemaker