

**Comptroller of Maryland  
Revenue Administration Division  
P.O. Box 828  
Annapolis, Maryland 21404-0828**

**DO NOT WRITE IN THIS AREA**  
Reference numbers:  
Comptroller \_\_\_\_\_  
Register \_\_\_\_\_

Use this area for date stamps.

**MARYLAND ESTATE TAX RETURN  
To be used for decedents dying after December 31, 2001**

*Please print or type*

Original return       Amended return      Attach page 1 of the Federal Estate Tax Return Form 706

**SECTION I**

**Decedent information:**

First name	Middle name	Last name	Social security number
Address at date of death (no. and street)			
City	County	State	Zip code
Date of death	Due date of return (9 months after date of death)	Extended due date of return (Attach copy of extension)	

**SECTION II**

**Personal representative(s):** Attach continuing schedule in same format, including signatures, if there are more than three personal representatives.

Name	Complete mailing address	Social security number
Name	Complete mailing address	Social security number
Name	Complete mailing address	Social security number

**Attorney or contact person where correspondence should be sent:**

Name	Phone number		
Address 1			
Address 2			
City	County	State	Zip code

**Affidavit of personal representative(s):**

Under the penalties of perjury, I (we) certify that the information submitted in this return is true, correct and complete to the best of my (our) knowledge, information and belief and the amounts entered on lines 1 through 7 are in conformity with the information given or to be given in the Federal estate tax return or in conformity with final determination made by the IRS.

Signature	Date	Signature	Date
Signature	Date		

**SECTION III**

**Certification of register of wills:**

I, \_\_\_\_\_ Register of Wills for \_\_\_\_\_

hereby certify that Maryland inheritance taxes totaling \_\_\_\_\_ Amount \_\_\_\_\_ have been paid as of

\_\_\_\_\_ Date \_\_\_\_\_ Signed \_\_\_\_\_ Register of Wills

Decedent's name:

First name

Middle name

Last name

Social security number

### COMPUTATION OF MARYLAND ESTATE TAX

Do not write in this area  
Comptroller's use only

- 1. Total gross estate (from line 1, federal Form 706) \_\_\_\_\_
- 2. Deductions (from line 2, federal Form 706) \_\_\_\_\_
- 3. Taxable estate (from line 3, federal Form 706) \_\_\_\_\_
- 4. Adjusted taxable gifts (from line 4, federal Form 706) \_\_\_\_\_
- 5. Taxable estate after adding taxable gifts  
(from line 5, federal Form 706) \_\_\_\_\_
- 6. Gross federal estate tax (from line 8, federal Form 706) \_\_\_\_\_
- 7. Allowable unified credit (from line 11, federal Form 706) \_\_\_\_\_
- 8. Maximum credit for state death taxes.  
See Schedule B with Maryland estate tax return.  
Do not use amount from federal Form 706. \_\_\_\_\_
- 9. Net federal estate tax before credit for federal  
gift taxes, foreign taxes, or taxes on prior transfers  
(from line 14, federal Form 706) \_\_\_\_\_

IF ALL PROPERTY IS LOCATED WITHIN MARYLAND, SKIP TO LINE 12

- 10. Percentage of Maryland estate to total gross estate      %
- 11. Maryland apportioned credit (line 10 times line 8) \_\_\_\_\_

- 12. Maryland estate tax liability  
(from line 8 or line 11, whichever is applicable) \_\_\_\_\_
- 13. a. Maryland inheritance tax paid \_\_\_\_\_
- b. Death tax paid to another state on assets also  
        included in the Maryland estate \_\_\_\_\_
- c. Total ( \_\_\_\_\_ )
- 14. Net Maryland estate tax (line 12 minus line 13c.) \_\_\_\_\_
- 15. a. Estimated tax previously remitted \_\_\_\_\_
- b. Maryland estate tax previously remitted \_\_\_\_\_  
        *(Amended returns only)*
- c. Total ( \_\_\_\_\_ )
- 16. Maryland estate tax due (overpayment) (line 14 minus line 15c) \_\_\_\_\_
- 17. Interest charges \_\_\_\_\_
- 18. Penalty charges \_\_\_\_\_
- 19. Balance due (overpayment) \_\_\_\_\_
- 20. Amount of overpayment to be refunded Refund \_\_\_\_\_
- 21. Total amount due. Pay in full when filing this return \_\_\_\_\_

SECTION IV

DO NOT WRITE IN THIS AREA

Decedent's name:

First name	Middle name	Last name	Social security number

### Schedule A

Use Schedule A to report the portion of the estate not subject to the Maryland estate tax. Attach Schedule A to Form MET1 using additional pages if necessary.

**For a Maryland decedent** - Itemize the **Real and Tangible Personal Property** included in the gross estate (line 1), having situs outside of Maryland and taxed by another authority.

**For a nonresident decedent** - Itemize the **Real and Tangible Personal Property** included in the gross estate (line 1), having situs in Maryland.

Item number	Property description and location	Value used in federal gross estate
	Total from additional pages	
<b>22.</b>	<b>Total .....</b>	

### Computation of percentage of Maryland estate to federal gross estate

- 23. Gross estate (from line 1) ..... \_\_\_\_\_
- 24. Portion of estate not subject to Maryland estate tax:
  - a. Maryland decedent (from line 22) ..... \_\_\_\_\_
  - OR
  - b. Nonresident decedent (line 1 minus line 22) ..... \_\_\_\_\_
- 25. Maryland estate (Subtract line 24a or 24b from line 23) ..... \_\_\_\_\_
- 26. Percentage of Maryland estate to total gross estate  
(line 25 divided by line 23) rounded to two decimal places .....     % Enter on line 10 of return



**FORM  
MET 3**

## Maryland Estate Tax Remittance Form

(Mail this form and the tax due to the address at right.)

Comptroller of Maryland  
P.O. Box 828  
Annapolis, Maryland 21404-0828

Decedent's name	Social security number
Maryland estate tax return will be filed with Register of Wills for:  <i>(name of county or Baltimore City)</i>	Date of death
Name and address of contact person	Amount remitted  \$

**Schedule B**

**If the decedent died after December 31, 2001,  
use this worksheet to calculate line 8 of the Maryland Estate Tax Return**

1. From Federal 706, line 3 taxable estate ..... \$ \_\_\_\_\_
2. Less \$60,000 adjustment ..... \$ (60,000.00)
3. **Federal Adjusted Taxable Estate** ..... \$ \_\_\_\_\_

Use Table B to compute Maximum Credit for State Death Taxes from the **Federal Adjusted Taxable Estate**

See lines 4 through 8 below.

**Table B**

<b>Computation of Maximum Credit for State Death Taxes (Based on Federal adjusted taxable estate computed using the worksheet above.)</b>							
(1) Adjusted taxable estate equal to or more than—	(2) Adjusted taxable estate less than—	(3) Credit on amount in column (1)	(4) Rate of credit on excess over amount in column (1)	(1) Adjusted taxable estate equal to or more than—	(2) Adjusted taxable estate less than—	(3) Credit on amount in column (1)	(4) Rate of credit on excess over amount in column (1)
			(Percent)				(Percent)
0	\$40,000	0	None	2,040,000	2,540,000	106,800	8.0
\$40,000	90,000	0	0.8	2,540,000	3,040,000	146,800	8.8
90,000	140,000	\$400	1.6	3,040,000	3,540,000	190,800	9.6
140,000	240,000	1,200	2.4	3,540,000	4,040,000	238,800	10.4
240,000	440,000	3,600	3.2	4,040,000	5,040,000	290,800	11.2
440,000	640,000	10,000	4.0	5,040,000	6,040,000	402,800	12.0
640,000	840,000	18,000	4.8	6,040,000	7,040,000	522,800	12.8
840,000	1,040,000	27,600	5.6	7,040,000	8,040,000	650,800	13.6
1,040,000	1,540,000	38,800	6.4	8,040,000	9,040,000	786,800	14.4
1,540,000	2,040,000	70,800	7.2	9,040,000	10,040,000	930,800	15.2
				10,040,000	.....	1,082,800	16.0

4. Enter line 8 from Federal 706-Gross federal estate tax .....\$ \_\_\_\_\_
5. Enter line 11 from Federal 706-Allowable unified credit .....\$ \_\_\_\_\_
6. Enter line 12 from Federal 706 (do not enter less than zero) ..... \$ \_\_\_\_\_  
If line 6 is zero, STOP here and enter zero on line 8 of the  
Maryland estate tax return. Otherwise continue to line 7.
7. Maximum credit for state death taxes. Calculate the credit using Table B  
and the **Federal Adjusted Taxable Estate** ..... \$ \_\_\_\_\_
8. Enter the lesser of line 6 or 7. This is the allowable maximum credit for  
state death taxes. **Enter on line 8 of the Maryland Estate Tax Return ....** \$ \_\_\_\_\_

## GENERAL INSTRUCTIONS

**Who must file Form MET 1:** The person responsible for filing the federal estate tax return, Form 706, shall file a Maryland estate tax return, Form MET1, provided that a federal estate tax return is required, for the estate of a decedent who at the time of death was:

1. A resident of the State of Maryland or
2. A non-resident of the State of Maryland whose estate includes any interest in real or tangible personal property located in Maryland.

**Where to file return:** The person responsible for filing the federal estate tax return shall file the Maryland estate tax return with the Register of Wills of Baltimore City or the County in which the Maryland estate is being administered, or where the property is located in the case of a non-resident decedent. The Register of Wills shall certify as to the amount of inheritance tax paid, and forward the return to the Comptroller.

**When to file the return:** The Maryland estate tax return shall be filed nine (9) months after the date of death of the decedent.

**What to file:** When filing the Maryland estate tax return include Schedule A if applicable, Schedule B, and page 1 of the federal estate tax return, Form 706.

**Extension of time to file:** The Comptroller may grant an extension of time to file the Maryland estate tax return, provided Internal Revenue Service grants a filing extension for the Federal estate tax return. A written request should be made to the Comptroller on or before the statutory due date and should include a copy of the Federal extension request Form 4768 and remittance of the estimated Maryland estate tax. Request Administrative Release #4 for additional instructions.

**When and Where to pay the tax:** The amount of tax due as shown on the Maryland estate tax return is payable to the Comptroller of Maryland at the same time the return is due to be filed with the Register of Wills. The check should be mailed directly to the Comptroller of Maryland, Revenue Administration Division, P.O. Box 828, Annapolis, Maryland 21404-0828 with the remittance Form MET 3. The Comptroller may allow an alternative payment schedule for the Maryland estate tax in the form of a payment deferral or installment payment plan. Request Administrative Release #30 for specific procedures.

**Interest, Penalties and Liens:** Interest will accrue at the statutory rate on unpaid Maryland estate tax from the due date of the return to the date of actual payment. Request Administrative Release #14 for current rates. Penalties are provided by statute:

1. For failure to pay the tax when due - up to 10%;
2. For failure to comply with Notice and Demand - 25%.

Unpaid tax, interest and penalties become subject to lien in favor of the State upon all property and rights to the property belonging to the estate.

**Reporting of Adjustments:** Additional Maryland estate tax resulting from the final determination of the federal estate tax shall be reported in an amended return (Form MET 1) to be filed with the Register of Wills with whom the original return was filed and any additional tax, interest and penalties shall be paid to the Comptroller of Maryland at the same time or times at which the federal estate tax is payable.

**Refund of Excess Payment:** In the event the final determination of the federal estate tax results in a decrease in the Maryland estate tax, the Personal Representative(s) of such estate shall file with the Register of Wills an amended return (Form MET 1). Refunds found to be due shall be paid by the Comptroller as provided in Section 13-901 of the Tax-General Article, Annotated Code of Maryland.

**Forms Request:** For forms, instructions and Administrative Releases #4, #14 or #30 contact:

Comptroller of Maryland  
Revenue Administration Division - Estate Tax  
P.O. Box 828  
Annapolis, MD 21404-0828  
Phone: (410) 260-7850  
Forms by FAX: (410) 974-FAXX (3299) – request Index 1 and 2 for Document numbers  
Email: [taxhelp@comp.state.md.us](mailto:taxhelp@comp.state.md.us) Website: [www.marylandtaxes.com](http://www.marylandtaxes.com)

## INSTRUCTIONS - PAGE 1 OF MET 1

Indicate whether the return is an “original” filing or an “amended” return.

Section I - Complete *all* of the information concerning the decedent.

Section II - Enter the information concerning *all* personal representatives.

Enter the information to indicate where correspondence should be sent. This is the individual the Comptroller will contact if additional information is required or if a deficiency/refund notice is necessary. The personal representative(s) will be contacted in the event the individual listed does not respond or if Part B is not completed. All personal representatives must sign and date the return.

Section III - This section will be completed by the Register of Wills.

## INSTRUCTIONS - PAGE 2 OF MET 1

Section IV - Computation of Maryland estate tax for estates of decedents dying after December 31, 2001.

Attach page 1 of the Federal estate tax return, Form 706.

Lines 1-7 Complete lines 1 through 7 by transferring the appropriate amounts from the Federal estate tax return, Form 706.

Line 8 Use Schedule B to calculate the maximum allowable credit for state death taxes that is subject to collection as Maryland estate tax.

Line 9 Transfer the appropriate amount from the Federal estate tax return, Form 706.

Lines 10-11 Apportionment of state death tax credit:

If the gross estate on line 1 includes only Maryland property, skip to line 12. If the gross estate on line 1 includes Maryland property and property located outside the state of Maryland, complete Schedule A first. Then enter on line 10, the percentage of Maryland estate from line 26 on Schedule A. Multiply line 10 times line 8 and enter the result on line 11. Attach Schedule A to Form MET1.

Line 12 If the gross estate includes only Maryland property, enter the amount from line 8. If the gross estate includes property in Maryland and outside the state, enter the amount from line 11. The amount reported on line 12 is the Maryland estate tax liability. This amount must be paid by the due date shown on page 1 to avoid interest and penalty.

Line 13 (a) Enter the total Maryland inheritance tax paid to the Register of Wills.

(b) Enter the portion of any tax paid to another state or territory on property included in the Maryland estate shown on line 23 of Schedule A. You must provide evidence of payment of this tax and attach your computation of this credit.

(c) Add lines 13(a) and 13(b), and enter the total.

Line 14 Subtract line 13(c) from line 12 and enter the difference. If the difference is less than zero, enter zero.

Line 15 (a) Enter the total of any payments remitted as estimated payments with a filing extension, or payments remitted in advance of the filing of the return.

(b) Enter the total Maryland estate tax paid with previously filed returns for which a closing letter has been received.

(c) Add lines 15(a) and 15(b) and enter the total.

Line 16 Subtract line 15c from line 14 and enter the difference.

Line 17 Interest is assessed on any portion of the Maryland estate tax liability (line 12) that is not satisfied by the statutory due date on page 1 of the return. Request Administrative Release #14 for the current interest rates. Interest is calculated from the due date to date of payment.

Line 18 Late payment penalty of up to 10% is assessed on any portion of the Maryland estate tax (line 14) that is not satisfied by the statutory due date on page 1 of the return. A 25% non-compliance penalty is assessed for failure to comply with a notice and demand letter within the time prescribed.

Lines 19-21 Add lines 16, 17 and 18 and enter the total on line 19. If the total is a balance due, enter on line 21 and remit to the Comptroller with the remittance advice form. If the total is an overpayment, enter on line 20 the amount refundable. This may not exceed the total amount previously paid to the Comptroller.