

HB0351/835065/1

BY: Committee on Ways and Means

AMENDMENTS TO HOUSE BILL 351

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, after “Percentage” insert “and Constant Yield Tax Rate”; in line 3, after “of” insert “authorizing the Department of Assessments and Taxation to amend a constant yield tax rate when a county or municipal corporation alters the homestead tax credit percentage;”; in line 6, after “Taxation;” insert “requiring a notice of assessment to include a certain statement;”; in line 7, after “credit” insert “and the constant yield tax rate”; and in line 10, after “Section” insert “2-205(c) and”.

AMENDMENT NO. 2

On page 1, after line 15, insert:

“2-205.

(c) (1) The Department shall notify each taxing authority of the constant yield tax rate that will provide the same property tax revenue that is provided by the real property tax rate that is in effect for the current taxable year.

(2) In calculating a constant yield tax rate for a taxable year, the Department shall use an estimate of the total assessment of all real property for the next taxable year exclusive of real property that appears for the 1st time on the assessment records.

(3) [On or before May 15 of each year, the] (I) THE Department may amend a constant yield tax rate [but] only[:] AS PROVIDED IN THIS PARAGRAPH.

(II) ON OR BEFORE APRIL 15 EACH YEAR, THE DEPARTMENT MAY AMEND A CONSTANT YIELD TAX RATE WHEN A COUNTY OR MUNICIPAL

(Over)

CORPORATION ALTERS THE HOMESTEAD TAX CREDIT PERCENTAGE UNDER § 9-105 OF THIS ARTICLE.

[(i)](III) ON OR BEFORE MAY 15 EACH YEAR, THE DEPARTMENT MAY AMEND A CONSTANT YIELD TAX RATE:

1. when directed to make a change by an enactment of the General Assembly;

[(ii)] 2. to correct an error in the calculation of the constant yield tax rate; or

[(iii)] 3. to reflect a significant loss of taxable base, as determined by the Director.”.

AMENDMENT NO. 3

On page 3, after line 5, insert:

“SECTION 2. AND BE IT FURTHER ENACTED, That a notice of assessment issued under § 8-401 of the Tax - Property Article shall include a statement that:

(1) the taxable assessment is based on the homestead tax credit percentage currently in effect;

(2) if a county or municipal corporation changes the homestead tax credit percentage by the following March, the taxable assessment will change; and

(3) the final taxable assessment shall be stated in the next property tax bill.”;

and in line 6, strike “2.” and substitute “3.”.