

HOUSE BILL 284

Q1
HB 170/16 – W&M

7lr1363

By: **Delegates Krebs, Cassilly, Ghrist, Metzgar, Rose, Shoemaker, and West**
Introduced and read first time: January 23, 2017
Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **State Property Tax – Homestead Property Tax Assessment Cap Reduction**

3 FOR the purpose of altering the maximum homestead property tax credit percentage for
4 the State property tax; providing for the application of this Act; and generally
5 relating to the homestead property tax credit.

6 BY repealing and reenacting, with amendments,
7 Article – Tax – Property
8 Section 9–105(e)(2)
9 Annotated Code of Maryland
10 (2012 Replacement Volume and 2016 Supplement)

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

13 **Article – Tax – Property**

14 9–105.

15 (e) (2) For each taxable year, the homestead credit percentage under
16 paragraph (1)(i) of this subsection is:

17 (i) for the State property tax [and], **105%**;

18 **(II)** for any property tax imposed for a bicounty commission, 110%;

19 [(ii)] **(III)** for the county property tax:

20 1. the homestead credit percentage established by the county
21 under paragraph (3) of this subsection; or

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.
[Brackets] indicate matter deleted from existing law.



1 2. if the county has not set a percentage for the taxable year
2 under paragraph (3) of this subsection or has not notified the Department as required under
3 paragraph (6) of this subsection, the homestead credit percentage in effect for the county
4 for the preceding taxable year; and

5 [(iii)] (IV) for the municipal corporation property tax:

6 1. the homestead credit percentage established by the
7 municipal corporation under paragraph (4) of this subsection; or

8 2. if the municipal corporation has not set a percentage
9 under paragraph (4) of this subsection or has not notified the Department as required under
10 paragraph (7) of this subsection, the homestead credit percentage for the taxable year for
11 the county in which the property is located.

12 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
13 October 1, 2017, and shall be applicable to all taxable years beginning after June 30, 2018.