## **HOUSE BILL 172**

N10lr0066 Chair, Environment and Transportation Committee (By Request -Departmental – Assessments and Taxation) Introduced and read first time: January 15, 2020 Assigned to: Environment and Transportation Committee Report: Favorable with amendments House action: Adopted Read second time: February 25, 2020 CHAPTER AN ACT concerning Real Property - Ground Leases - Repeal of Registration Fees FOR the purpose of repealing certain fees for the registration of ground leases with the State Department of Assessments and Taxation; altering the circumstances under which the Department shall register a ground lease; making conforming changes; and generally relating to the registration of ground leases. BY repealing and reenacting, with amendments, Article – Real Property Section 8–704 and 8–705 Annotated Code of Maryland (2015 Replacement Volume and 2019 Supplement) BY repealing <u>Article – Real Property</u> Section 8–709 Annotated Code of Maryland (2015 Replacement Volume and 2019 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Article - Real Property



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(a)

1 8-704.2 A ground lease holder shall register a ground lease with the Department by (a) 3 submitting[: A] A registration form that the Department requires[; and 4 (1) 5 (2) The registration fee for each ground lease as provided under subsection 6 (d) of this section]. 7 (b) The registration form shall include: 8 The premise address and tax identification number of the property for 9 which the ground lease was created; 10 (2)(i) The name and address of the ground lease holder; and 11 (ii) A section that provides the ground lease holder the option to 12 include the ground lease holder's telephone number and e-mail address; The name and address of the leasehold tenant: 13 (3)14 **(4)** The name and address of the person to whom the ground rent payment 15 is sent; 16 (5)The amount and payment dates of the ground rent installments; 17 To the best of the ground lease holder's knowledge, a statement of the 18 range of years in which the ground lease was created; and 19 (7)The liber and folio information for the current ground rent deed of 20 record. 21 The reporting form for changes or corrections to a ground lease registration 22shall include a section that provides the ground lease holder the option to include the 23 ground lease holder's telephone number and e-mail address. 24(d)The registration fee for a ground lease per ground lease holder is: 25 (1) \$10 for the first ground lease; and 26(2) \$5 for each additional ground lease. 27 8 - 705.

The Department shall register a ground lease when the Department receives [:

(1) A] A registration form[; and
(2) The appropriate registration fee for each ground lease].
(b) If for any reason the Department is unable to register a ground lease for which a registration form [and appropriate fee] has been submitted, the Department shall not the ground lease holder of that ground lease, within 30 days of processing the registration form, of any information needed by the Department so as to complete the registration.
<u>[8–709.</u>
(a) The Department shall credit all fees collected under this subtitle to the fur established under § 1–203.3 of the Corporations and Associations Article.
(b) Fees received shall be held in a ground lease registry account in that fund are shall help defray the costs of the registry created under this subtitle.]
SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effe October 1, 2020.
Approved:
Governor.
Speaker of the House of Delegates.
President of the Senate.