SENATE BILL 230

R2, L6, P1 (PRE–FILED)

By: Chair, Finance Committee (By Request - Departmental - Transportation)

Requested: September 22, 2020

Introduced and read first time: January 13, 2021

Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

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Maryland Port Administration - Land Acquisition and Payment to Counties

- 3 FOR the purpose of reducing the number of days that political subdivisions have to respond 4 to a request by the Maryland Port Administration to acquire property in the political 5 subdivision before the political subdivision's approval is deemed given; limiting the 6 length of time the Administration and a county may agree to the Administration 7 paying the county a stated sum in place of certain taxes or assessments or making 8 certain voluntary contributions; repealing a requirement that Anne Arundel County 9 hold a public hearing before approving a request by the Administration to acquire 10 certain interests in land or improvements on land in the county; authorizing Anne 11 Arundel County to hold a certain hearing; and generally relating to the acquisition 12 and ownership of certain property by the Administration.
- 13 BY repealing and reenacting, with amendments,
- 14 Article Transportation
- 15 Section 6–304, 6–308, and 6–309
- 16 Annotated Code of Maryland
- 17 (2020 Replacement Volume)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND.
- 19 That the Laws of Maryland read as follows:

Article - Transportation

21 6-304.

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22 (a) The Administration may not acquire by purchase or condemnation any 23 property located in any political subdivision of this State without the prior approval of the 24 political subdivision, as provided for in this section.



- 1 (b) Approval required by this section shall be obtained as follows:
- 2 (1) If the property is located in a county other than Baltimore City and not 3 in any municipal corporation, from the county;
- 4 (2) If the property is located in a municipal corporation within any county, 5 both from the mayor and council, by whatever name known, of the municipal corporation 6 and from the county; and
- 7 (3) If the property is located in Baltimore City, from the Board of Estimates 8 of Baltimore City.
- 9 (c) If the Administration makes a written request for approval of the appropriate body, the approval required by this section is deemed to be given unless the Administration is notified in writing to the contrary within [90] **30** days after it makes the request.
- 12 (d) This section does not affect the right of the Administration to acquire an option 13 or institute any condemnation proceedings for later acquisition of the property once the 14 approval required by this section is obtained.
- 15 6–308.

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- 16 (a) In this section, "cargo handling facilities" includes any one or more or combination of lands, piers, docks, wharves, warehouses, sheds, transit sheds, elevators, 18 compressors, refrigerated storage plants, buildings, structures, and other facilities, 19 appurtenances, and equipment useful or designed for use in connection with the handling, 19 storing, loading, or unloading of freight and any other personal property at marine 19 terminals.
 - (b) (1) Except as otherwise provided in this subsection, each county retains the right to impose annual taxes on land and improvements on land acquired and developed in the political subdivision by the Administration. The Administration is subject also to all benefit assessments, including any sewer and water charges that may be levied by operation of law.
 - (2) The right to impose taxes does not apply to any land or improvements acquired from the county, to any cargo handling facilities owned or leased, as lessor or lessee, by the Administration, or to any land used only in conjunction with these cargo handling facilities. From the date any of this property is purchased, erected, constructed, or leased, it is exempt from all property taxes and benefit assessments to their owner, to the Administration, and to the lessees of the Administration.
 - (3) The right to impose taxes does not apply to the international trade center described in § 6–101(e)(4) of this title, which trade center is exempt from all property taxes and benefit assessments to the Administration.
 - (c) The Administration and the county may make any agreements FOR A TERM

1 NOT TO EXCEED 3 YEARS:

- 2 (1) For the Administration to pay to the county a stated sum in place of any 3 taxes or benefit assessments to which the Administration is subject; or
- 4 (2) For voluntary contributions as to tax–exempt property.
- 5 (d) (1) Each lease of a cargo handling facility for a term of more than 1 year, 6 including renewal options, that is made between the Administration and a lessee engaged in business for profit shall contain a provision requiring the lessee to pay to the 7 Administration annually, except to the extent that the improvements are taxed to the 8 9 lessee, a sum of money computed on the basis of the full cash value of the leased land and 10 improvements on it multiplied by the assessment percentage under § 8–103(c)(1) of the Tax 11 - Property Article, multiplied by the current State and local real estate tax rates.
- 12 (2) The supervisor of assessments of the county in which the leased land is 13 located shall cooperate with the Administration in establishing the full cash value of the 14 leased land and improvements on it.
- 15 (e) The Administration may not acquire on a lease-back basis any land or 16 improvement on it without the prior consent of the political subdivision in which the land 17 or improvements are located.
- 18 (f) This section does not affect any agreement made before June 1, 1966, between 19 the Administration and any county as to tax exemptions or payments in place of taxes or 20 benefit assessments.
- 21 6-309.
- 22 (a) Notwithstanding any other provision of this title, this section controls as to 23 Anne Arundel County.
- (b) (1) (I) The Administration may not acquire any interest in land or improvements on land in Anne Arundel County without the prior approval of the county [, given after a public hearing].
- 27 (II) ANNE ARUNDEL COUNTY MAY HOLD A PUBLIC HEARING 28 BEFORE GIVING THE APPROVAL REQUIRED UNDER THIS SUBSECTION.
- 29 (2) This subsection does not affect the right of the Administration to acquire an option for later acquisition of the property or improvements once the approval required by this subsection is obtained.
- 32 (3) If the Administration makes a written request for approval of the 33 county, the approval required by this subsection is deemed to be given unless the 34 Administration is notified in writing to the contrary within [90] **30** days after it makes the

1 request.

- 2 (c) Anne Arundel County retains the right to impose taxes on any land and 3 improvements on land acquired under this title in Anne Arundel County by the 4 Administration or any other person.
- 5 (d) The Administration and Anne Arundel County may make any agreements 6 **FOR A TERM NOT TO EXCEED 3 YEARS** for the Administration to pay to the county a 7 stated sum in place of any of these taxes.
- 8 (e) This section shall be strictly construed.
- 9 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 10 October 1, 2021.