

HOUSE BILL 931

Q8

3lr1685
CF SB 612

By: **Delegates Hartman, Adams, Ghrist, and Otto**

Introduced and read first time: February 10, 2023

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Eastern Shore Code Counties – Maximum Hotel Rental Tax Rate – Alteration**

3 FOR the purpose of altering the maximum hotel rental tax rate that counties in the Eastern
4 Shore class of code counties may impose; and generally relating to the hotel rental
5 tax.

6 BY repealing and reenacting, with amendments,
7 Article – Local Government
8 Section 20–405
9 Annotated Code of Maryland
10 (2013 Volume and 2022 Supplement)

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

13 **Article – Local Government**

14 20–405.

15 (a) Subject to this section, the hotel rental tax rate is the rate that the county sets
16 by resolution.

17 (b) The hotel rental tax rate may not exceed:

18 (1) except as otherwise provided in this section, 3% in a code county;

19 (2) 3% in Cecil County;

20 (3) 4% in Talbot County;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



(4) 5% in Calvert County, Carroll County, Charles County, Dorchester County, Frederick County, St. Mary's County, and Somerset County;

(5) 6% in Wicomico County; and

(6) 8% in Garrett County.

(c) With the unanimous consent of the county commissioners:

(1) a code county other than AN **EASTERN SHORE CODE COUNTY** OR a Western Maryland code county may set a hotel rental tax rate up to 5%; [and]

(2) AN EASTERN SHORE CODE COUNTY MAY SET A HOTEL RENTAL TAX RATE UP TO 6%; AND

[(2)] (3) a Western Maryland code county may set a hotel rental tax rate up to 8%.

(d) The hotel rental tax rate in Washington County is 6%.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2023.