

HOUSE BILL 401

Q1

4lr2452
CF SB 369

By: **Delegate Qi**

Introduced and read first time: January 18, 2024

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Property Tax Exemption – Rental Income – Reporting Requirement**

3 FOR the purpose of requiring the owner of real property that is exempt from real property
4 tax under certain provisions of law to report any rental income that is attributable
5 to the property to the State Department of Assessments and Taxation under certain
6 circumstances; and generally relating to rental income attributable to properties
7 that are exempt from real property tax.

8 BY adding to

9 Article – Tax – Property

10 Section 7–103.1

11 Annotated Code of Maryland

12 (2019 Replacement Volume and 2023 Supplement)

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

15 **Article – Tax – Property**

16 **7–103.1.**

17 **(A) EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, THE**
18 **OWNER OF REAL PROPERTY THAT IS SUBJECT TO EXEMPTION FROM PROPERTY TAX**
19 **UNDER SUBTITLE 2 OF THIS TITLE MUST REPORT TO THE DEPARTMENT ANY**
20 **RENTAL INCOME ATTRIBUTABLE TO THE PROPERTY, INCLUDING CELL TOWER**
21 **ANTENNA OR LAND LEASES.**

22 **(B) (1) THE REPORT SHALL BE SUBMITTED TO THE DEPARTMENT WITHIN**
23 **30 DAYS AFTER THE EXECUTION OF THE LEASE AGREEMENT IN THE FORM AND**
24 **MANNER REQUIRED BY THE DEPARTMENT.**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **(2) THE OWNER SHALL INCLUDE A COPY OF THE LEASE AGREEMENT**
2 **WITH THE REPORT.**

3 **(C) THIS SECTION DOES NOT APPLY TO LEASES THAT ARE LESS THAN 1**
4 **YEAR.**

5 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June
6 1, 2024, and shall be applicable to all taxable years beginning after June 30, 2024.