

HOUSE BILL 1244

Unofficial Copy
Q1

1998 Regular Session
(8lr0542)

ENROLLED BILL

-- Ways and Means/Budget and Taxation --

Introduced by **Delegates Muse, Heller, Patterson, Hubbard, Perry, Owings, Gordon, Palumbo, Valderrama, Frush, Hurson, Cadden, R. Baker, Harrison, Menes, Moe, Branch, Barve, Nathan-Pulliam, D. Davis, Howard, B. Hughes, E. Burns, C. Davis, and Jones Jones, Hixson, Bozman, Cryor, Bonsack, Beck, Healey, Finifter, Greenip, Leopold, Linton, Marriott, McKee, C. Mitchell, Poole, Rzepkowski, Shriver, Workman, Clagett, Busch, Love, Bissett, Frank, Arnick, DeCarlo, Dypski, Eckardt, Getty, Hammen, Hecht, Holt, Kirk, Klausmeier, Krysiak, McIntosh, Miller, Minnick, Mohorovic, Morhaim, Ports, Redmer, Rosenberg, Stocksdale, Weir, and Watson**

Read and Examined by Proofreaders:

Proofreader.

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this
____ day of _____ at _____ o'clock, ____ M.

Speaker.

CHAPTER _____

1 AN ACT concerning

2 **Homeowners Property Tax Credit – ~~Elderly Homeowners~~**

3 FOR the purpose of ~~providing an additional property credit under the homeowners~~
4 ~~property tax credit for certain homeowners who are at least a certain age;~~
5 ~~providing for the calculation of the additional property tax credit; and generally~~
6 ~~relating to an additional property credit under the homeowners property tax~~
7 ~~credit for certain homeowners who are at least a certain age altering the~~
8 ~~computation of a certain homeowners property tax credit; providing for the~~

1 application of this Act; and generally relating to a certain homeowners property
 2 tax credit.

3 ~~BY repealing and reenacting, without amendments,~~
 4 ~~Article Tax Property~~
 5 ~~Section 9-104(f)~~
 6 ~~Annotated Code of Maryland~~
 7 ~~(1994 Replacement Volume and 1997 Supplement)~~

8 BY repealing and reenacting, with amendments,
 9 Article - Tax - Property
 10 Section 9-104(g) and (i)
 11 Annotated Code of Maryland
 12 (1994 Replacement Volume and 1997 Supplement)

13 ~~BY adding to~~
 14 ~~Article Tax Property~~
 15 ~~Section 9-104(g-2)~~
 16 ~~Annotated Code of Maryland~~
 17 ~~(1994 Replacement Volume and 1997 Supplement)~~

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

20 **Article - Tax - Property**

21 9-104.

22 (f) ~~A homeowner who meets the requirements of this section shall be granted~~
 23 ~~the property tax credit under this section against the property tax imposed on the real~~
 24 ~~property of the dwelling.~~

25 (g) (1) Except as provided in ~~{subsection (g-1)}~~ ~~SUBSECTIONS (G-1) AND~~
 26 ~~(G-2)~~ of this section, the property tax credit under this section is the total real
 27 property tax of a dwelling, less the percentage of the combined income of the
 28 homeowner that is described in paragraph (2) of this subsection.

29 (2) The percentage is:

- 30 (i) 0% of the 1st \$4,000 of combined income;
- 31 (ii) ~~2.5%~~ 1.5% 1% of the 2nd \$4,000 of combined income;
- 32 (iii) ~~5.5%~~ 4.5% of the 3rd \$4,000 of combined income;
- 33 (iv) ~~7.5%~~ 6.5% of the 4th \$4,000 of combined income; and
- 34 (v) 9% of the combined income over \$16,000.

~~1 (G-2) (1) IN ADDITION TO THE PROPERTY TAX CREDIT AS DETERMINED
2 UNDER SUBSECTION (G) OF THIS SECTION, EXCEPT AS PROVIDED IN PARAGRAPH (4)
3 OF THIS SUBSECTION, THE PROPERTY TAX CREDIT UNDER THIS SUBSECTION SHALL
4 BE GRANTED AGAINST THE PROPERTY TAX IMPOSED ON THE REAL PROPERTY OF
5 THE DWELLING OF A HOMEOWNER WHO AS OF DECEMBER 31 OF THE CALENDAR
6 YEAR THAT PRECEDES THE YEAR IN WHICH THE HOMEOWNER APPLIES FOR THE
7 CREDIT:~~

~~8 (I) IS AT LEAST 65 YEARS OLD; AND~~

~~9 (II) HAS A COMBINED NET WORTH THAT DOES NOT EXCEED
10 \$400,000.~~

~~11 (2) THE ADDITIONAL PROPERTY TAX CREDIT UNDER THIS SECTION IS
12 THE APPLICABLE PERCENTAGE DETERMINED UNDER PARAGRAPH (3) OF THIS
13 SUBSECTION OF THE AMOUNT BY WHICH THE TOTAL REAL PROPERTY TAX OF THE
14 DWELLING EXCEEDS THE CREDIT DETERMINED UNDER SUBSECTION (G) OF THIS
15 SECTION.~~

~~16 (3) (I) IF THE CURRENT MARKET VALUE OF THE DWELLING DOES NOT
17 EXCEED \$125,000, THE APPLICABLE PERCENTAGE FOR PURPOSES OF DETERMINING
18 THE ADDITIONAL PROPERTY TAX CREDIT UNDER THIS SUBSECTION IS:~~

~~19 1. 10% FOR THE FIRST YEAR FOR WHICH THE ADDITIONAL
20 CREDIT UNDER THIS SUBSECTION IS GRANTED FOR A DWELLING;~~

~~21 2. 20% FOR THE SECOND YEAR FOR WHICH THE ADDITIONAL
22 CREDIT UNDER THIS SUBSECTION IS GRANTED FOR A DWELLING;~~

~~23 3. 30% FOR THE THIRD YEAR FOR WHICH THE ADDITIONAL
24 CREDIT UNDER THIS SUBSECTION IS GRANTED FOR A DWELLING;~~

~~25 4. 40% FOR THE FOURTH YEAR FOR WHICH THE ADDITIONAL
26 CREDIT UNDER THIS SUBSECTION IS GRANTED FOR A DWELLING; AND~~

~~27 5. 50% FOR THE FIFTH YEAR FOR WHICH THE ADDITIONAL
28 CREDIT UNDER THIS SUBSECTION IS GRANTED FOR A DWELLING AND ALL
29 SUBSEQUENT YEARS.~~

~~30 (II) IF THE CURRENT MARKET VALUE OF THE DWELLING IS
31 GREATER THAN \$125,000 BUT DOES NOT EXCEED \$250,000, THE APPLICABLE
32 PERCENTAGE FOR PURPOSES OF DETERMINING THE ADDITIONAL PROPERTY TAX
33 CREDIT UNDER THIS SUBSECTION IS:~~

~~34 1. 5% FOR THE FIRST YEAR FOR WHICH THE ADDITIONAL
35 CREDIT UNDER THIS SUBSECTION IS GRANTED FOR A DWELLING;~~

~~36 2. 10% FOR THE SECOND YEAR FOR WHICH THE ADDITIONAL
37 CREDIT UNDER THIS SUBSECTION IS GRANTED FOR A DWELLING;~~

