
By: **Delegates Campbell and McHale**
Introduced and read first time: February 7, 2000
Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Baltimore City - Tax Credit Termination Date - Newly Constructed and First**
3 **Purchased Dwellings**

4 FOR the purpose of repealing the termination date applicable to certain provisions
5 authorizing the Mayor and City Council of Baltimore City to grant, by law, a
6 property tax credit against the local property tax imposed on newly constructed
7 dwellings or first purchased dwellings under certain circumstances; and
8 generally relating to the property tax credit for newly constructed dwellings or
9 first purchased dwellings in Baltimore City.

10 BY repealing and reenacting, with amendments,
11 Article - Tax - Property
12 Section 9-304(d)
13 Annotated Code of Maryland
14 (1994 Replacement Volume and 1999 Supplement)

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

17 **Article - Tax - Property**

18 9-304.

19 (d) (1) (i) In this subsection the following words have the meanings
20 indicated.

21 (ii) 1. "Newly constructed dwelling" means residential real
22 property that has not been previously occupied since its construction and for which
23 the building permit for construction was issued on or after October 1, 1994.

24 2. "Newly constructed dwelling" includes a "vacant dwelling"
25 as defined in subsection (c)(1) of this section that has been rehabilitated in compliance
26 with applicable local laws and regulations and has not been previously occupied since
27 the rehabilitation.

1 (iii) "First purchased dwelling" means owner-occupied residential
 2 real property that is the first residence owned or purchased in Baltimore City by the
 3 applicant for a property tax credit granted under this subsection.

4 (iv) "Homeowner" has the meaning stated in § 9-105(a)(3) of this
 5 title.

6 (2) The Mayor and City Council of Baltimore City may grant, by law, a
 7 property tax credit under this subsection against the county property tax imposed on
 8 newly constructed dwellings or first purchased dwellings that are owned by
 9 qualifying owners.

10 (3) Except as provided in paragraph (4) of this subsection, a property tax
 11 credit granted under this subsection may not exceed the amount of county property
 12 tax imposed on the real property, less the amount of any other credit applicable in
 13 that year, multiplied by:

14 (i) 50% for the first taxable year in which the property qualifies for
 15 the tax credit;

16 (ii) 40% for the second taxable year in which the property qualifies
 17 for the tax credit;

18 (iii) 30% for the third taxable year in which the property qualifies
 19 for the tax credit;

20 (iv) 20% for the fourth taxable year in which the property qualifies
 21 for the tax credit;

22 (v) 10% for the fifth taxable year in which the property qualifies for
 23 the tax credit; and

24 (vi) 0% for each taxable year thereafter.

25 (4) (i) The Mayor and City Council of Baltimore may grant a property
 26 tax credit for any newly constructed dwelling for which a building permit was issued
 27 on or after July 1, 1994 but before October 1, 1994, provided that an application for a
 28 property tax credit is submitted on or before August 31, 1998.

29 (ii) Subject to the limitations imposed under subparagraph (i) of
 30 this paragraph, a property tax credit granted under this subsection may not exceed
 31 the amount of county property tax imposed on the real property, less the amount of
 32 any other credit applicable in that year, multiplied by:

33 1. 30% for the taxable year beginning after June 30, 1998;

34 2. 20% for the taxable year beginning after June 30, 1999;

35 3. 10% for the taxable year beginning after June 30, 2000;

36 and

