Unofficial Copy Q2 2002 Regular Session 2lr1214

By: Delegate Campbell Introduced and read first time: January 14, 2002 Assigned to: Ways and Means A BILL ENTITLED 1 AN ACT concerning 2 Baltimore City - Tax Credit for Newly Constructed and First Purchased 3 **Dwellings - Termination Date** 4 FOR the purpose of altering 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 property tax credits for newly constructed dwellings or first purchased dwellings in Baltimore City. 9 10 BY repealing and reenacting, with amendments, Article - Tax - Property 11 12 Section 9-304(d) Annotated Code of Maryland 13 14 (2001 Replacement Volume and 2001 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 15 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 "Newly constructed dwelling" means residential real (ii) 1. 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 "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.

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			sidence o	urchased dwelling" means owner-occupied residential wned or purchased in Baltimore City by the ed under this subsection.				
4 5	title.	(iv)	"Homeo	wner" has the meaning stated in § 9-105(a)(3) of this				
8	(2) The Mayor and City Council of Baltimore City may grant, by law, a property tax credit under this subsection against the county property tax imposed on newly constructed dwellings or first purchased dwellings that are owned by qualifying owners.							
12	(3) Except as provided in paragraph (4) of this subsection, a property tax credit granted under this subsection may not exceed the amount of county property tax imposed on the real property, less the amount of any other credit applicable in that year, multiplied by:							
14 15	the tax credit;	(i)	50% for	the first taxable year in which the property qualifies for				
16 17	for the tax credit;	(ii)	40% for	the second taxable year in which the property qualifies				
18 19	for the tax credit;	(iii)	30% for	the third taxable year in which the property qualifies				
20 21	for the tax credit;	(iv)	20% for	the fourth taxable year in which the property qualifies				
22 23	the tax credit; and	(v)	10% for	the fifth taxable year in which the property qualifies for				
24		(vi)	0% for e	each taxable year thereafter.				
27	(4) (i) The Mayor and City Council of Baltimore may grant a property tax credit for any newly constructed dwelling for which a building permit was issued on or after July 1, 1994 but before October 1, 1994, provided that an application for a property tax credit is submitted on or before August 31, 1998.							
31	9 (ii) Subject to the limitations imposed under subparagraph (i) of 0 this paragraph, a property tax credit granted under this subsection may not exceed 1 the amount of county property tax imposed on the real property, less the amount of 2 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 36	and		3.	10% for the taxable year beginning after June 30, 2000;				

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1		4.	0% for all taxable year	s thereafter.					
2 3	(5) Own may qualify for the tax cre			or first purchased dwellings					
4 5	(i) dwelling;	purchas	ing a newly constructed	dwelling or first purchased					
6 7	(ii) dwelling as their principal		ing the newly constructe	d dwelling or first purchased					
8 9	(iii) credit as a resident of Balti			during the period of the tax					
10 11	(iv) and City Council of Baltin		ng other requirements as	may be provided by the May	OI				
14	(6) The Mayor and City Council of Baltimore City may provide for procedures necessary and appropriate for the submission of an application for and the granting of a property tax credit under this subsection, including procedures for granting partial credits for eligibility for less than a full taxable year.								
18 19	(7) The estimated amount of all tax credits received by owners under this subsection in any fiscal year shall be reported by the Director of Finance of Baltimore City as a "tax expenditure" for that fiscal year and shall be included in the publication of the City's budget for any subsequent fiscal year with the estimated or actual City property tax revenue for the applicable fiscal year.								
	(8) (i) constructed dwellings or f this subsection.			litional owners of newly granted a credit under					
26	of a credit as allowed in pu which a tax credit under the before June 30, [2002] 200	aragraph (3) nis subsection	of this subsection, with		ρt				
28 29	SECTION 2. AND BIJuly 1, 2002.	E IT FURTH	ER ENACTED, That th	is Act shall take effect					