

Department of Legislative Services
Maryland General Assembly
2003 Session

FISCAL AND POLICY NOTE
Revised

House Bill 242
Ways and Means

(Allegany County Delegation)

Budget and Taxation

Allegany County - Property Tax Credit - Carver Community Center, Inc.

This bill authorizes Allegany County or its municipalities to grant a property tax credit on property owned by the Carver Community Center, Inc.

The bill is effective June 1, 2003 and applicable to tax years beginning after June 30, 2003.

Fiscal Summary

State Effect: None. The bill would affect local government operations only.

Local Effect: Allegany County property tax revenues could decrease by \$2,112 in FY 2004. The City of Cumberland property tax revenues could decrease by \$1,872 in FY 2004.

Small Business Effect: The bill could positively impact the Carver Community Center, Inc. only.

Analysis

Current Law: Real and business personal property is generally subject to county and municipal property taxes. The Allegany County real property tax rate is \$.9838 per \$100 of assessed value and the City of Cumberland real property tax rate is \$.872 per \$100 of assessed value.

Background: The Carver Community Center, Inc. owns two pieces of real property in the City of Cumberland in Allegany County. The total assessed value for these properties is \$214,706 in fiscal 2004; \$216,402 in fiscal 2005; and \$218,100 in fiscal 2006. The center has a \$0 personal property assessment.

Local Revenues: If Allegany County elected to provide a 100% property tax credit to the Carver Community Center, Inc., county property tax revenues would decrease by \$2,112 in fiscal 2004; \$2,129 in fiscal 2005; and \$2,146 in fiscal 2005. Likewise, if the City of Cumberland elected to provide a 100% property tax credit, its property tax revenues would decrease by \$1, 872 in fiscal 2004; \$1,887 in fiscal 2005; and \$1,902 in fiscal 2006.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Department of Assessments and Taxation, Allegany County, Department of Legislative Services

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