Q8 6lr1212 CF 6lr1213

By: Frederick County Delegation Introduced and read first time: February 1, 2006 Assigned to: Environmental Matters Committee Report: Favorable House action: Adopted Read second time: March 21, 2006 CHAPTER____ 1 AN ACT concerning 2 Frederick County - Real Property Sales - Disclosure 3 FOR the purpose of requiring the vendor of a property subject to certain taxes or fees of a special taxing district or a community development authority to disclose 4 5 certain information to the buyer within a certain period of time; providing for the manner in which certain information is disclosed to the buyer; providing for 6 certain language that must be provided to the buyer; providing for the 7 application of this Act; and generally relating to a requirement for the disclosure 8 of certain information in connection with the sale of certain real property in 9 10 Frederick County. 11 BY adding to 12 Article - Real Property 13 Section 10-704 14 Annotated Code of Maryland 15 (2003 Replacement Volume and 2005 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 17 MARYLAND, That the Laws of Maryland read as follows: 18 **Article - Real Property** 19 10-704. IN FREDERICK COUNTY, THE VENDOR OF A PROPERTY THAT IS SUBJECT 20 (A)

21 TO A TAX OR FEE OF A SPECIAL TAXING DISTRICT AS AUTHORIZED IN ARTICLE 23A, §

23 AUTHORIZED IN § 2-7-125(B) OF THE PUBLIC LOCAL LAWS OF FREDERICK COUNTY

22 44A(B) OF THE CODE OR BY A COMMUNITY DEVELOPMENT AUTHORITY AS

- 1 MAY NOT ENFORCE A CONTRACT FOR THE SALE OF THE PROPERTY UNLESS WITHIN
- 2 20 CALENDAR DAYS AFTER ENTERING INTO THE CONTRACT, THE PURCHASER OF
- 3 THE PROPERTY IS PROVIDED THE FOLLOWING INFORMATION IN WRITING:
- 4 (1) IN CONSPICUOUS, BOLD, AND UNDERSCORED TYPE, SUBSTANTIALLY
- 5 THE SAME AS THE FOLLOWING CLAUSE:
- 6 "THIS SALE IS SUBJECT TO A TAX OR FEE OF A (SPECIAL TAXING DISTRICT OR
- 7 COMMUNITY DEVELOPMENT AUTHORITY). STATE LAW REQUIRES THAT THE SELLER
- 8 DISCLOSE TO YOU AT OR BEFORE THE TIME THE CONTRACT IS ENTERED INTO, OR
- 9 WITHIN 20 CALENDAR DAYS AFTER ENTERING INTO THE CONTRACT, CERTAIN
- 10 INFORMATION CONCERNING THE PROPERTY YOU ARE PURCHASING. THE CONTENT
- 11 OF THE INFORMATION TO BE DISCLOSED IS SET FORTH IN § 10-704 OF THE REAL
- 12 PROPERTY ARTICLE OF THE MARYLAND ANNOTATED CODE AND INCLUDES THE
- 13 AMOUNT OF THE CURRENT ANNUAL TAX OR FEE OF THE (SPECIAL TAXING DISTRICT
- 14 OR COMMUNITY DEVELOPMENT AUTHORITY) FOR THE PROPERTY, THE NUMBER OF
- 15 YEARS REMAINING FOR THE TAX OR FEE OF THE (SPECIAL TAXING DISTRICT OR
- 16 COMMUNITY DEVELOPMENT AUTHORITY), AND A STATEMENT OF WHETHER ANY TAX
- 17 OR FEE OF THE (SPECIAL TAXING DISTRICT OR COMMUNITY DEVELOPMENT
- 18 AUTHORITY) AGAINST THE PROPERTY IS DELINQUENT.";
- 19 (2) THE AMOUNT OF THE CURRENT ANNUAL TAX OR FEE OF THE
- $20\,$ SPECIAL TAXING DISTRICT OR COMMUNITY DEVELOPMENT AUTHORITY FOR THE
- 21 PROPERTY:
- 22 (3) THE NUMBER OF YEARS REMAINING FOR THE TAX OR FEE OF THE
- 23 SPECIAL TAXING DISTRICT OR COMMUNITY DEVELOPMENT AUTHORITY ON THE
- 24 PROPERTY; AND
- 25 (4) WHETHER ANY TAX OR FEE OF THE SPECIAL TAXING DISTRICT OR
- 26 COMMUNITY DEVELOPMENT AUTHORITY AGAINST THE PROPERTY IS DELINQUENT.
- 27 (B) THE REQUIREMENTS OF SUBSECTION (A) OF THIS SECTION SHALL BE
- 28 DEEMED FULFILLED IF THE INFORMATION REQUIRED TO BE PROVIDED TO THE
- 29 PURCHASER IS DONE SO IN WRITING, IN A CLEAR AND CONCISE MANNER.
- 30 (C) THE STATEMENT REQUIRED UNDER SUBSECTION (A)(1) OF THIS SECTION
- 31 MAY BE PROVIDED TO THE PURCHASER BY THE INCLUSION OF THE STATEMENT AS A
- 32 CLAUSE IN THE CONTRACT FOR SALE OF THE PROPERTY.
- 33 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 34 October 1, 2006, and shall be applicable to all contracts entered into on or after
- 35 October 1, 2006.