
By: **Delegate McHale (By Request) and Delegates Hammen and Krysiak**

Introduced and read first time: February 16, 2006

Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

2 **Baltimore City - Property Tax Credit for Qualified City Resident**
 3 **Homeowners - New Home Purchase**

4 FOR the purpose of authorizing the Mayor and City Council of Baltimore City to
 5 grant, by law, a certain tax credit on property purchased by certain qualified
 6 homeowners; providing for the application of this Act; and generally relating to
 7 property tax credits in Baltimore City.

8 BY adding to
 9 Article - Tax - Property
 10 Section 9-304(g)
 11 Annotated Code of Maryland
 12 (2001 Replacement Volume and 2005 Supplement)

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

15 **Article - Tax - Property**

16 9-304.

17 (G) (1) (I) IN THIS SUBSECTION THE FOLLOWING WORDS HAVE THE
 18 MEANINGS INDICATED.

19 (II) "FORMER RESIDENCE" MEANS THE PROPERTY FOR WHICH THE
 20 QUALIFIED CITY RESIDENT HOMEOWNER RECEIVED A CREDIT UNDER § 9-105 OF
 21 THIS TITLE DURING THE CURRENT YEAR AND THAT THE QUALIFIED CITY RESIDENT
 22 HAS SOLD.

23 (III) "QUALIFIED CITY RESIDENT HOMEOWNER" MEANS A
 24 PROPERTY OWNER WHO QUALIFIED FOR A CREDIT UNDER § 9-105 OF THIS TITLE FOR
 25 A DWELLING LOCATED IN BALTIMORE CITY DURING THE CURRENT TAX YEAR.

26 (2) THE MAYOR AND CITY COUNCIL OF BALTIMORE CITY MAY GRANT, BY
 27 LAW, A PROPERTY TAX CREDIT AGAINST THE COUNTY PROPERTY TAX IMPOSED ON A

1 NEWLY PURCHASED OWNER-OCCUPIED RESIDENCE IF THE NEW OWNER IS A
2 QUALIFIED CITY RESIDENT HOMEOWNER.

3 (3) THE NEWLY PURCHASED RESIDENCE MUST BE OF GREATER VALUE
4 THAN THE FORMER RESIDENCE.

5 (4) THE PROPERTY TAX CREDIT GRANTED UNDER THIS SUBSECTION
6 MAY NOT EXCEED THE HOMESTEAD TAX CREDIT GRANTED UNDER § 9-105 OF THIS
7 TITLE FOR THE FORMER RESIDENCE.

8 (5) THE MAYOR AND CITY COUNCIL OF BALTIMORE CITY MAY PROVIDE,
9 BY LAW, FOR:

10 (I) ELIGIBILITY CRITERIA FOR THE CREDIT UNDER THIS
11 SUBSECTION;

12 (II) THE AMOUNT AND DURATION OF THE TAX CREDIT UNDER THIS
13 SUBSECTION;

14 (III) REGULATIONS AND PROCEDURES FOR THE APPLICATION AND
15 UNIFORM PROCESSING OF REQUESTS FOR THE TAX CREDIT; AND

16 (IV) ANY OTHER PROVISION NECESSARY TO CARRY OUT THE
17 CREDIT UNDER THIS SUBSECTION.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take
19 effect June 1, 2006, and shall be applicable to all taxable years beginning after June
20 30, 2006.