

ENROLLED BILL*-- Budget and Taxation/Ways and Means --*Introduced by **Senator Forehand**

Read and Examined by Proofreaders:

Proofreader._____
Proofreader.Sealed with the Great Seal and presented to the Governor, for his approval this
____ day of _____ at _____ o'clock, ____ M._____
President.

CHAPTER _____

1 AN ACT concerning

2 **Homeowners Property Tax Credit Program - Local Supplement - Municipal**
3 **Corporation**

4 FOR the purpose of altering the calculation of a local supplement to the State
 5 Homeowners Property Tax Credit Program granted by a municipal corporation;
 6 specifying certain additional eligibility criteria that the governing body of a
 7 municipal corporation may provide, by law, for purposes of a local supplement;
 8 authorizing the governing body of a municipal corporation to alter certain
 9 limitations on the assessed value of a dwelling taken into account for purposes of
 10 a local supplement; authorizing the governing body of a municipal corporation to
 11 alter certain percentages and income levels used in calculating the credit for
 12 purposes of a local supplement; authorizing the governing body of a municipal
 13 corporation to alter certain limitations on a homeowner's net worth for
 14 determining eligibility for purposes of a local supplement; providing for the
 15 application of this Act; and generally relating to a local supplement granted by a
 16 municipal corporation to the State Homeowners Property Tax Credit Program.

17 BY repealing and reenacting, with amendments,

1 Article - Tax - Property
2 Section 9-215.1(e)
3 Annotated Code of Maryland
4 (2001 Replacement Volume and 2005 Supplement)

5 BY repealing
6 Article - Tax - Property
7 Section 9-215.1(f)
8 Annotated Code of Maryland
9 (2001 Replacement Volume and 2005 Supplement)

10 BY adding to
11 Article - Tax - Property
12 Section 9-215.1(f)
13 Annotated Code of Maryland
14 (2001 Replacement Volume and 2005 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 9-215.1.

19 (e) [(1) The local supplement authorized in accordance with subsection (a) of
20 this section shall be equal to a percentage not to exceed 50% of the State homeowners
21 property tax credit provided under § 9-104 of this title.

22 (2)] The amount of the local supplement authorized in accordance with
23 subsection (a) of this section shall not exceed the net property tax liability due after
24 providing for any State property tax credit authorized under § 9-104 of this title and
25 any local supplement to the homeowners property tax credit authorized under §
26 9-215 of this subtitle.

27 [(f) The governing body of a municipal corporation may provide, by law, for
28 limitations on eligibility for a local supplement granted under this section in addition
29 to the requirements for eligibility under § 9-104 of this title.]

30 (F) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, THE
31 LOCAL SUPPLEMENT AUTHORIZED IN ACCORDANCE WITH SUBSECTION (A) OF THIS
32 SECTION SHALL BE SUBJECT TO THE PROVISIONS OF THE STATE HOMEOWNERS
33 PROPERTY TAX CREDIT PROGRAM PROVIDED UNDER § 9-104 OF THIS TITLE.

34 (2) THE GOVERNING BODY OF A MUNICIPAL CORPORATION:

35 (I) MAY ALTER, BY LAW, THE FOLLOWING PROVISIONS FOR
36 PURPOSES OF A LOCAL SUPPLEMENT GRANTED UNDER THIS SECTION:

1 1. THE LIMITATION ON THE ASSESSED VALUE OF A
2 DWELLING TAKEN INTO ACCOUNT IN DETERMINING TOTAL REAL PROPERTY TAX
3 UNDER § 9-104(A)(13) OF THIS TITLE;

4 2. THE PERCENTAGES AND COMBINED INCOME LEVELS
5 SPECIFIED UNDER § 9-104(G) OF THIS TITLE; AND

6 3. THE LIMITATION ON COMBINED NET WORTH OF THE
7 HOMEOWNER UNDER § 9-104(I) OF THIS TITLE; AND

8 (II) MAY PROVIDE, BY LAW, FOR LIMITATIONS ON ELIGIBILITY FOR
9 A LOCAL SUPPLEMENT GRANTED UNDER THIS SECTION IN ADDITION TO THE
10 REQUIREMENTS FOR ELIGIBILITY UNDER § 9-104 OF THIS TITLE.

11 (3) THE ADDITIONAL ELIGIBILITY CRITERIA PROVIDED UNDER
12 PARAGRAPH (2)(II) OF THIS SUBSECTION MAY INCLUDE:

13 (I) CRITERIA LIMITING ELIGIBILITY FOR A LOCAL SUPPLEMENT
14 GRANTED UNDER THIS SECTION TO HOMEOWNERS:

15 1. WHO HAVE REACHED A CERTAIN AGE;

16 2. WHO HAVE RESIDED IN THEIR DWELLING FOR MORE
17 THAN A CERTAIN NUMBER OF YEARS; OR

18 3. WHOSE ASSESSMENTS HAVE INCREASED MORE THAN A
19 CERTAIN PERCENTAGE OVER A CERTAIN PERIOD OF TIME;

20 (II) ANY COMBINATION OF THE CRITERIA SPECIFIED IN ITEM (I) OF
21 THIS PARAGRAPH; AND

22 (III) ANY ADDITIONAL CRITERIA FOR ELIGIBILITY THAT THE
23 GOVERNING BODY OF A MUNICIPAL CORPORATION DETERMINES TO BE NECESSARY
24 OR APPROPRIATE.

25 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
26 June 1, 2006, and shall be applicable to all taxable years beginning after June 30,
27 2006.