

SENATE BILL 319

Q1

71r1652

By: **Senator Exum**

Introduced and read first time: January 31, 2007

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Property Tax – Homeowners’ Property Tax Credit**

3 FOR the purpose of altering the computation of a certain homeowners’ property tax
4 credit; altering a certain restriction on eligibility for the credit based on a
5 homeowner’s net worth; providing for the application of this Act; and generally
6 relating to a certain homeowners’ property tax credit.

7 BY repealing and reenacting, with amendments,
8 Article – Tax – Property
9 Section 9–104(g) and (i)(1)
10 Annotated Code of Maryland
11 (2001 Replacement Volume and 2006 Supplement)

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

14 **Article – Tax – Property**

15 9–104.

16 (g) (1) Except as provided in subsection (g–1) of this section, the property
17 tax credit under this section is the total real property tax of a dwelling, less the
18 percentage of the combined income of the homeowner that is described in paragraph
19 (2) of this subsection.

20 (2) The percentage is:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- 1 (i) 0% of the 1st \$8,000 of combined income;
- 2 (ii) [4%] **2.5%** of the next \$4,000 of combined income;
- 3 (iii) [6.5%] **4.5%** of the next \$4,000 of combined income; and
- 4 (iv) [9%] **6%** of the combined income over \$16,000.

5 (i) (1) A property tax credit under this section may not be granted to a
6 homeowner whose combined net worth exceeds [\$200,000] **\$300,000** as of December
7 31 of the calendar year that precedes the year in which the homeowner applies for the
8 property tax credit or whose combined gross income exceeds \$60,000 in that same
9 calendar year.

10 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
11 June 1, 2007, and shall be applicable to all taxable years beginning after June 30,
12 2007.