

HOUSE BILL 189

Q1
HB 9/07 – W&M

8lr0915

By: **Delegates Krebs, Aumann, Beitzel, Boteler, Eckardt, Elliott, Frank, George, Haddaway, Impallaria, Jennings, Kullen, McComas, McConkey, Norman, O'Donnell, Schuh, Shank, Shewell, Smigiel, Sossi, Stocksdales, and Wood**

Introduced and read first time: January 21, 2008

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **State Property Tax – Homeowner's Property Tax Assessment Cap Reduction**

3 FOR the purpose of altering the maximum homestead property tax credit percentage
4 for the State property tax; providing for the application of this Act; and
5 generally relating to the homestead property tax credit and the State property
6 tax.

7 BY repealing and reenacting, with amendments,
8 Article – Tax – Property
9 Section 9–105(e)(2)
10 Annotated Code of Maryland
11 (2007 Replacement Volume)

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 9–105.

16 (e) (2) For each taxable year, the homestead credit percentage under
17 paragraph (1)(i) of this subsection is:

18 (i) for the State property tax, [110%] **105%**;

19 (ii) for the county property tax:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 1. the homestead credit percentage established by the
2 county under paragraph (3) of this subsection; or

3 2. if the county has not set a percentage for the taxable
4 year under paragraph (3) of this subsection or has not notified the Department as
5 required under paragraph (6) of this subsection, the homestead credit percentage in
6 effect for the county for the preceding taxable year; and

7 (iii) for the municipal corporation property tax:

8 1. the homestead credit percentage established by the
9 municipal corporation under paragraph (4) of this subsection; or

10 2. if the municipal corporation has not set a percentage
11 under paragraph (4) of this subsection or has not notified the Department as required
12 under paragraph (7) of this subsection, the homestead credit percentage for the
13 taxable year for the county in which the property is located.

14 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
15 October 1, 2008, and shall be applicable to all taxable years beginning after June 30,
16 2009.