

SENATE BILL 48

Q1

9lr0994

(PRE-FILED)

By: **Senator Haines**

Requested: November 13, 2008

Introduced and read first time: January 14, 2009

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Property Tax - Exempt Property of Charitable Organizations**

3 FOR the purpose of altering the circumstances under which property tax on certain
4 property transferred to certain charitable organizations is abated from a certain
5 date; providing for the application of this Act; and generally relating to the
6 property taxation of certain property transferred to certain charitable
7 organizations.

8 BY repealing and reenacting, with amendments,
9 Article - Tax - Property
10 Section 7-202(d)
11 Annotated Code of Maryland
12 (2007 Replacement Volume and 2008 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 7-202.

17 (d) (1) Notwithstanding § 7-104 of this title and after filing the
18 application provided by § 7-103 of this title, property tax on any property that is
19 transferred to a nonprofit charitable organization is abated from the date during the
20 taxable year when the instrument transferring title to the organization is recorded if:

21 (i) the property is transferred to a nonprofit charitable
22 organization qualified under § 501(c)(3) of the Internal Revenue Code;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (ii) the property becomes exempt under this section;

2 (iii) the property has a value less than [~~\$300,000~~] **\$500,000** as
3 listed in the records of the Department on the date when the instrument transferring
4 title to the organization is recorded; and

5 (iv) the nonprofit charitable organization provides the
6 Department evidence of the property tax it actually paid or reimbursed at the property
7 settlement.

8 (2) The amount of property tax abated under this subsection may not
9 exceed the amount of property tax actually paid or reimbursed by an eligible
10 organization at the property settlement.

11 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
12 June 1, 2009, and shall be applicable to all taxable years beginning after June 30,
13 2009.