

HOUSE BILL 20

Q1

8lr0448

(PRE-FILED)

By: **Delegate Carr**

Requested: August 3, 2017

Introduced and read first time: January 10, 2018

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Homeowners' Property Tax Credit – Calculation of Maximum Assessment**

3 FOR the purpose of altering the calculation of the maximum assessment of a dwelling
4 against which the homeowners' property tax credit may be granted; and generally
5 relating to the homeowners' property tax credit.

6 BY repealing and reenacting, without amendments,

7 Article – Tax – Property

8 Section 9–104(a)(1) and (g)

9 Annotated Code of Maryland

10 (2012 Replacement Volume and 2017 Supplement)

11 BY repealing and reenacting, with amendments,

12 Article – Tax – Property

13 Section 9–104(a)(13)

14 Annotated Code of Maryland

15 (2012 Replacement Volume and 2017 Supplement)

16 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

17 That the Laws of Maryland read as follows:

18 **Article – Tax – Property**

19 9–104.

20 (a) (1) In this section the following words have the meanings indicated.

21 (13) “Total real property tax” means the product of the sum of all property
22 tax rates on real property, including special district tax rates, for the taxable year on a
23 dwelling, multiplied by the lesser of:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- 1 (i) **THE GREATER OF:**
- 2 1. \$300,000; or
- 3 2. **THE AVERAGE ASSESSED VALUE OF IMPROVED**
- 4 **RESIDENTIAL PROPERTY IN THE COUNTY AT THE BEGINNING OF THE PREVIOUS**
- 5 **TAXABLE YEAR; OR**
- 6 (ii) the assessed value of the dwelling reduced by the amount of any
- 7 assessment on which a property tax credit is granted under § 9–105 of this subtitle.
- 8 (g) (1) Except as provided in subsection (h) of this section, the property tax
- 9 credit under this section is the total real property tax of a dwelling, less the percentage of
- 10 the combined income of the homeowner that is described in paragraph (2) of this subsection.
- 11 (2) The percentage is:
- 12 (i) 0% of the 1st \$8,000 of combined income;
- 13 (ii) 4% of the next \$4,000 of combined income;
- 14 (iii) 6.5% of the next \$4,000 of combined income; and
- 15 (iv) 9% of the combined income over \$16,000.

16 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

17 October 1, 2018.