

HOUSE BILL 50

Q1

8lr0929

(PRE-FILED)

By: **Delegate Carr**

Requested: October 23, 2017

Introduced and read first time: January 10, 2018

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Property Tax – Homeowners’ Property Tax Credit – Definition of Total Real**
3 **Property Tax**

4 FOR the purpose of altering the definition of “total real property tax” for purposes of the
5 computation of a certain homeowners’ property tax credit; making a conforming
6 change; providing for the application of this Act; and generally relating to the
7 homeowners’ property tax credit.

8 BY repealing and reenacting, without amendments,
9 Article – Tax – Property
10 Section 9–104(a)(1) and (g)
11 Annotated Code of Maryland
12 (2012 Replacement Volume and 2017 Supplement)

13 BY repealing and reenacting, with amendments,
14 Article – Tax – Property
15 Section 9–104(a)(13) and (e)(1)
16 Annotated Code of Maryland
17 (2012 Replacement Volume and 2017 Supplement)

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

Article – Tax – Property

20 9–104.

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

23 (13) “Total real property tax” means the product of the sum of all property

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 tax rates on real property, including special district tax rates, for the taxable year on a
2 dwelling, multiplied by the lesser of:

3 (i) ~~[\$300,000]~~ **\$450,000**; or

4 (ii) the assessed value of the dwelling reduced by the amount of any
5 assessment on which a property tax credit is granted under § 9–105 of this subtitle.

6 (e) (1) On or before May 1 of each year, the Department shall provide the
7 Comptroller information identifying owners of residential properties with an assessed
8 value not exceeding ~~[\$300,000]~~ **\$450,000** who, during the preceding 3 years, failed to claim
9 the property tax credit under this section.

10 (g) (1) Except as provided in subsection (h) of this section, the property tax
11 credit under this section is the total real property tax of a dwelling, less the percentage of
12 the combined income of the homeowner that is described in paragraph (2) of this subsection.

13 (2) The percentage is:

14 (i) 0% of the 1st \$8,000 of combined income;

15 (ii) 4% of the next \$4,000 of combined income;

16 (iii) 6.5% of the next \$4,000 of combined income; and

17 (iv) 9% of the combined income over \$16,000.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June
19 1, 2018, and shall be applicable to tax credits for all taxable years beginning after June 30,
20 2018.