HOUSE BILL 1175

By: Delegate Brooks
Introduced and read first time: February 8, 2021
Assigned to: Ways and Means

A BILL ENTITLED

AN ACT concerning

Property Tax Credit for Disabled Veterans – Established

FOR the purpose of requiring the governing body of a county or of a municipal corporation
to grant, by law, a tax credit against the property tax imposed on the dwelling house
of certain disabled veterans; establishing a tax credit against the State property tax
on the dwelling house of certain disabled veterans; providing for the calculation of
the credit; requiring certain disabled veterans to provide certain documents when
applying for the credits under this Act; defining certain terms; providing for the
application of this Act; and generally relating to a property tax credit for the dwelling
house of a disabled veteran.

BY adding to
Article – Tax – Property
Section 9–112
Annotated Code of Maryland
(2019 Replacement Volume and 2020 Supplement)

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

Article – Tax – Property

9–112.

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS
INDICATED.

(2) (i) “DISABLED VETERAN” MEANS AN INDIVIDUAL WHO:

1. IS HONORABLY DISCHARGED OR RELEASED UNDER
HONORABLE CIRCUMSTANCES FROM ACTIVE MILITARY, NAVAL, OR AIR SERVICE AS DEFINED IN 38 U.S.C. § 101; AND

2. HAS BEEN DECLARED BY THE VETERANS’ ADMINISTRATION TO HAVE A PERMANENT SERVICE–CONNECTED DISABILITY THAT RESULTS FROM BLINDNESS OR OTHER DISABLING CAUSE THAT:

A. IS REASONABLY CERTAIN TO CONTINUE FOR THE LIFE OF THE VETERAN; AND

B. WAS NOT CAUSED OR INCURRED BY MISCONDUCT OF THE VETERAN.

(II) “DISABLED VETERAN” INCLUDES AN INDIVIDUAL WHO QUALIFIES POSTHUMOUSLY FOR A SERVICE–CONNECTED DISABILITY.

(3) (I) “DWELLING HOUSE” MEANS REAL PROPERTY THAT IS:

1. THE LEGAL RESIDENCE OF A DISABLED VETERAN; AND

2. OCCUPIED BY NOT MORE THAN TWO FAMILIES.

(II) “DWELLING HOUSE” INCLUDES THE LOT OR CURTILAGE AND STRUCTURES NECESSARY TO USE THE REAL PROPERTY AS A RESIDENCE.

(B) (1) THE GOVERNING BODY OF A COUNTY OR OF A MUNICIPAL CORPORATION SHALL GRANT A PROPERTY TAX CREDIT UNDER THIS SECTION AGAINST THE COUNTY OR MUNICIPAL CORPORATION PROPERTY TAX THAT IS IMPOSED ON THE DWELLING HOUSE OF A DISABLED VETERAN.

(2) IN ADDITION TO THE PROPERTY TAX CREDIT PROVIDED UNDER PARAGRAPH (1) OF THIS SUBSECTION, THERE IS A CREDIT AGAINST THE STATE PROPERTY TAX THAT IS IMPOSED ON THE DWELLING HOUSE OF A DISABLED VETERAN.

(3) THE PROPERTY TAX CREDITS REQUIRED UNDER PARAGRAPHS (1) AND (2) OF THIS SUBSECTION SHALL EQUAL A PERCENTAGE OF THE AMOUNT OF PROPERTY TAX IMPOSED ON THE DWELLING HOUSE THAT IS EQUAL TO THE PERCENTAGE OF THE DISABLED VETERAN’S SERVICE–CONNECTED DISABILITY RATING.

(C) A DISABLED VETERAN SHALL APPLY FOR THE PROPERTY TAX CREDITS
UNDER THIS SECTION BY PROVIDING TO THE DEPARTMENT:

(1) A COPY OF THE DISABLED VETERAN’S DISCHARGE CERTIFICATE
FROM ACTIVE MILITARY, NAVAL, OR AIR SERVICE; AND

(2) ON THE FORM PROVIDED BY THE DEPARTMENT, A CERTIFICATION
OF THE DISABLED VETERAN’S DISABILITY FROM THE VETERANS’ ADMINISTRATION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June
1, 2021, and shall be applicable to all taxable years beginning after June 30, 2021.