HB0790/923122/1

BY: Ways and Means Committee

AMENDMENTS TO HOUSE BILL 790

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 17, strike "2-112(a) and (b)" and substitute "2-112(a), (b), and (f)".

AMENDMENT NO. 2

On page 3, after line 6, insert:

- "(f) (1) The Ombudsman shall contract with a vendor to operate an installment payment program for the payment of taxes in which any homeowner may enroll.
 - (2) The installment payment program shall allow a homeowner to:
 - (i) make advance payments of taxes;
 - (ii) make payments of taxes currently due; or
 - (iii) make payments of taxes in arrears.
- (3) (i) A homeowner whose dwelling is subject to a deed of trust, a mortgage, or any other encumbrance that includes the escrowing of tax payments may not enroll in the installment payment program for the advance payment of taxes.
- (ii) An advance payment of taxes is calculated by applying the current property tax rate to the assessment of the homeowner's property for the prior year.

HB0790/923122/01 Ways and Means Committee Amendments to HB 790 Page 2 of 3

- (iii) If the advance payment is different than the taxes due as finally determined, the vendor shall:
 - 1. bill the homeowner for the unpaid balance; or
 - 2. refund any excess tax paid.
- (iv) The failure by a homeowner to make an advance payment under the installment payment program may not be considered to be a failure to pay the property tax when due except as provided under Title 10, Subtitle 1 of this article.
- (4) The Ombudsman shall notify the collector to whom the taxes are owed when a homeowner enters into an installment payment plan under this subsection.
- (5) If a homeowner is in compliance with the terms of an installment payment plan, the collector may not take action under Title 14, Subtitle 8 of this article to collect any property taxes in arrears that are included in the installment payment plan.
- (6) A homeowner is not in compliance with the terms of an installment payment plan if the homeowner fails to make a payment for a period of 90 days after the date the payment is due, or a longer period determined by the Ombudsman.
- (7) <u>If a homeowner is not in compliance with the terms of an installment</u> payment plan:
 - (i) the Ombudsman:
 - 1. may terminate the installment payment plan; and

HB0790/923122/01 Ways and Means Committee Amendments to HB 790 Page 3 of 3

- <u>2.</u> <u>shall notify the collector to whom the taxes are owed;</u>
- (ii) the collector may take action under Title 14, Subtitle 8 of this article to collect any property taxes in arrears that were included in the installment payment plan.
- (8) The cost of the contract with the vendor to operate the installment payment program shall be paid entirely by reasonable fees imposed on homeowners enrolled in the program.".

On page 8, in line 16, strike "October 1, 2025" and substitute "May 1, 2027".