

# HOUSE BILL 805

Q1

6lr1937

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By: **Delegates Solomon, Fair, Kaufman, and Shetty**

Introduced and read first time: February 4, 2026

Assigned to: Ways and Means

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## A BILL ENTITLED

1 AN ACT concerning

2 **Building Homes Act**

3 FOR the purpose of authorizing the Mayor and City Council of Baltimore City or the  
4 governing body of a county or municipal corporation to grant, by law, a tax credit  
5 against the county or municipal corporation property tax imposed on certain  
6 dwellings that are subject to a mortgage or deed of trust provided by a nonprofit  
7 entity and a certain covenant or agreement that ensures affordable pricing of the  
8 dwelling; and generally relating to a property tax credit for affordable dwellings.

9 BY adding to  
10 Article – Tax – Property  
11 Section 9–276  
12 Annotated Code of Maryland  
13 (2019 Replacement Volume and 2025 Supplement)

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

16 **Article – Tax – Property**

17 **9–276.**

18 (A) IN THIS SECTION, “DWELLING” HAS THE MEANING STATED IN § 9–105 OF  
19 THIS TITLE.

20 (B) THE MAYOR AND CITY COUNCIL OF BALTIMORE CITY OR THE  
21 GOVERNING BODY OF A COUNTY OR MUNICIPAL CORPORATION MAY GRANT, BY LAW,  
22 A TAX CREDIT AGAINST THE COUNTY OR MUNICIPAL CORPORATION PROPERTY TAX  
23 IMPOSED ON A DWELLING IF THE DWELLING IS SUBJECT TO:

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1           **(1) A MORTGAGE OR DEED OF TRUST PROVIDED BY A NONPROFIT**  
2 **ENTITY; AND**

3           **(2) A COVENANT OR LEGALLY BINDING AGREEMENT WITH A**  
4 **DURATION OF AT LEAST 20 YEARS THAT ENFORCES INCOME AND EQUITY OR**  
5 **APPRECIATION RESTRICTIONS AND ENSURES AFFORDABLE PRICING OF THE**  
6 **DWELLING, INCLUDING ON RESALE.**

7           **(C) THE TAX CREDIT UNDER THIS SECTION SHALL BE IN AN AMOUNT UP TO**  
8 **THE DIFFERENCE BETWEEN THE TAX IMPOSED ON:**

9           **(1) THE FULL ASSESSED VALUE OF THE DWELLING; AND**

10           **(2) THE PORTION OF THE VALUE OF THE DWELLING THAT THE**  
11 **HOMEOWNER IS RESPONSIBLE FOR PAYING ON THE HOMEOWNER'S FIRST**  
12 **MORTGAGE OR DEED OF TRUST.**

13           **(D) THE MAYOR AND CITY COUNCIL OF BALTIMORE CITY OR THE**  
14 **GOVERNING BODY OF A COUNTY OR MUNICIPAL CORPORATION MAY PROVIDE, BY**  
15 **LAW, FOR:**

16           **(1) THE DURATION OF THE TAX CREDIT UNDER THIS SECTION;**

17           **(2) ADDITIONAL ELIGIBILITY CRITERIA FOR THE TAX CREDIT UNDER**  
18 **THIS SECTION;**

19           **(3) REGULATIONS AND PROCEDURES FOR THE APPLICATION AND**  
20 **UNIFORM PROCESSING OF REQUESTS FOR THE TAX CREDIT; AND**

21           **(4) ANY OTHER PROVISION NECESSARY TO CARRY OUT THE TAX**  
22 **CREDIT UNDER THIS SECTION.**

23           **SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June**  
24 **1, 2026, and shall be applicable to all taxable years beginning after June 30, 2026.**