

Department of Legislative Services
Maryland General Assembly
2026 Session

FISCAL AND POLICY NOTE
First Reader

House Bill 369
Ways and Means

(Prince George's County Delegation)

Prince George's County - Property Tax Credit - New Businesses
PG 407-26

This bill authorizes Prince George's County to grant, by law, a property tax credit against the county property tax imposed on any property owned or leased by a new business that creates 10 or more full-time jobs in an industry targeted for expansion by the Prince George's County Economic Development Corporation. The property tax credit may not be granted for more than ten years. Prince George's County may establish, by law: (1) the amount of the tax credit; (2) the duration of the tax credit; (3) additional eligibility criteria for the tax credit; (4) regulations and procedures for the application and uniform processing of requests for the tax credit; and (5) any other provision necessary to carry out the tax credit. **The bill takes effect June 1, 2026, and applies to taxable years beginning after June 30, 2026.**

Fiscal Summary

State Effect: None.

Local Effect: Prince George's County property tax revenues may decrease beginning in FY 2027 to the extent the property tax credit is granted. Local expenditures are not affected.

Small Business Effect: Potential meaningful. Businesses qualifying for the property tax credit will pay less in county property taxes.

Analysis

Current Law: Tax credit programs mandated by law may be applicable only to specific counties or municipalities. These credits can be found in Title 9, Subtitle 3 of the

Tax – Property Article. In addition to statewide optional tax credits, some optional credits are applicable only to a specified county or municipality within a specified county. These county specific optional credits are found in Title 9, Subtitle 3 of the Tax – Property Article. **Exhibit 1** shows the mandatory and optional property tax credits in Prince George's County.

Exhibit 1
Prince George's County Property Tax Credits

<u>9-318</u>	<u>Optional Tax Credits</u>
(b)(1)(i)	Nonprofit community civic association or corporation
(b)(1)(ii)	Piscataway Hills Citizens Association
(b)(1)(iii)	Real property improvements to promote housing, community redevelopment, and business revitalization
(b)(1)(iv)	On site childcare facility
(b)(1)(v)	American Center for Physics
(b)(1)(vi)	Real property adversely impacted by refuse disposal system
(b)(1)(vii)	Kettering-Largo-Mitchellville Boys and Girls Club
(b)(1)(viii)	Agricultural land subject to land preservation programs
(c)(1)	Chapel Hill Citizens' Association
(c)(2)	Clinton Boys and Girls Club
(c)(3)	East Pines Citizens' Association
(c)(4)	Lions Club of Bowie
(c)(5)	Prince George's Jaycees
(c)(6)	Suitland Civic Association
(c)(7)	Prince George's County Parks and Recreation Foundation
(c)(8)	Freestate Riding Club
(c)(9)	boys and girls club chartered by Prince George's County Boys and Girls Club, Inc.
(c)(10)	Lake Arbor Foundation
(c)(11)	George Washington House
(c)(12)	Crescent Cities Charities
(c)(13)	Nonprofit community development corporation at Maryland Route 202 and St. Joseph's Drive
(d)	Residential property in neighborhood preservation and stabilization area (expired)
(f)	Certified green business property
(g)	Property located in specified municipal revitalization districts
(h)	Commercial property equipped with a security camera
(i)	Personal property tax credit for specified grocery store property
(j)	Dwelling of eligible school employees

(a)(1) Maryland Jaycees
(a)(2) Prince George's County Chamber of Commerce Foundation

Source: Department of Legislative Services

Local Fiscal Effect: Prince George's County property tax revenues may decrease beginning in fiscal 2027 to the extent the property tax credit is granted. The amount of the revenue decrease depends on the number of property tax credits that are granted, the assessed value of each eligible property, and the amount and duration of the property tax credit, none of which can be reliably estimated.

Property Tax Collections in Prince George's County

Prince George's County is projected to collect approximately \$1.7 billion in property tax revenues in fiscal 2026, as shown in the [County Revenue Outlook Report](#). A copy of the report is available on the Department of Legislative Services [website](#).

Additional Information

Recent Prior Introductions: Similar legislation has not been introduced within the last three years.

Designated Cross File: None.

Information Source(s): Prince George's County; State Department of Assessments and Taxation; Department of Legislative Services

Fiscal Note History: First Reader - February 2, 2026
jg/hlb

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