

HOUSE BILL 1411

Q1

2lr3095
CF SB 930

By: **Delegate Kipke**

Introduced and read first time: February 17, 2022

Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

2 **Homeowners' Property Tax Credit – Eligibility and Calculation – Alterations**

3 FOR the purpose of altering the calculation of a certain homeowners' property tax credit;
4 altering certain limitations on eligibility for the credit based on a homeowner's net
5 worth and combined gross income; and generally relating to the homeowners'
6 property tax credit.

7 BY repealing and reenacting, without amendments,
8 Article – Tax – Property
9 Section 9–104(a)(1)
10 Annotated Code of Maryland
11 (2019 Replacement Volume and 2021 Supplement)

12 BY repealing and reenacting, with amendments,
13 Article – Tax – Property
14 Section 9–104(a)(14), (e)(1), (g), and (j)(1)
15 Annotated Code of Maryland
16 (2019 Replacement Volume and 2021 Supplement)

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

19 **Article – Tax – Property**

20 9–104.

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

22 (14) (i) “Total real property tax” means the product of the sum of all
23 property tax rates on real property, including special district tax rates, for the taxable year
24 on a dwelling, multiplied by the lesser of:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 1. ~~[\$300,000]~~ **\$422,000**; or

2 2. the assessed value of the dwelling reduced by the amount
3 of any assessment on which a property tax credit is granted under § 9–105 of this subtitle.

4 (ii) “Total real property tax” does not include any adjustment for any
5 other property tax credit under this title claimed against the property tax imposed on the
6 dwelling.

7 (e) (1) On or before May 1 of each year, the Department shall provide the
8 Comptroller information identifying owners of residential properties with an assessed
9 value not exceeding ~~[\$300,000]~~ **\$422,000** who, during the preceding 3 years, failed to claim
10 the property tax credit under this section.

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

14 (2) The percentage is:

15 (i) 0% of the 1st ~~[\$8,000]~~ **\$11,500** of combined income;

16 (ii) 4% of the next ~~[\$4,000]~~ **\$5,500** of combined income;

17 (iii) 6.5% of the next ~~[\$4,000]~~ **\$5,500** of combined income; and

18 (iv) 9% of the combined income over ~~[\$16,000]~~ **\$22,500**.

19 (j) (1) A property tax credit under this section may not be granted to a
20 homeowner whose combined net worth exceeds ~~[\$200,000]~~ **\$438,000** as of December 31 of
21 the calendar year that precedes the year in which the homeowner applies for the property
22 tax credit or whose combined gross income exceeds ~~[\$60,000]~~ **\$85,000** in that same
23 calendar year.

24 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June
25 1, 2022, and shall be applicable to all taxable years beginning after June 30, 2022.