

HOUSE BILL 607

Q2
HB 1012/14 – W&M

5lr0436

By: **Prince George's County Delegation**
Introduced and read first time: February 12, 2015
Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Prince George's County – Property Tax – Transforming Neighborhood Initiative**
3 **Residential Rehabilitation Tax Credit**

4 **PG 414–15**

5 FOR the purpose of authorizing the governing body of Prince George's County to grant a
6 property tax credit against the county property tax imposed on certain residential
7 real property; providing that the property tax credit may not exceed a certain
8 amount; authorizing Prince George's County to provide for certain provisions to carry
9 out the property tax credit; defining certain terms; providing for the application of
10 this Act; and generally relating to a property tax credit for certain residential
11 property in Prince George's County.

12 BY adding to
13 Article – Tax – Property
14 Section 9–318(h)
15 Annotated Code of Maryland
16 (2012 Replacement Volume and 2014 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 9–318.

21 **(H) (1) (I) IN THIS SUBSECTION THE FOLLOWING WORDS HAVE THE**
22 **MEANINGS INDICATED.**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (II) "EXTENDED VACANCY" MEANS REAL PROPERTY THAT HAS
2 BEEN:

3 1. CITED AS VACANT AND ABANDONED ON A HOUSING OR
4 BUILDING VIOLATION NOTICE FOR AT LEAST 1 YEAR; OR

5 2. OWNED BY THE GOVERNING BODY OF PRINCE
6 GEORGE'S COUNTY FOR AT LEAST 1 YEAR AND IS IN NEED OF SUBSTANTIAL REPAIR
7 TO COMPLY WITH APPLICABLE COUNTY CODES.

8 (III) "QUALIFIED PROPERTY" MEANS RESIDENTIAL REAL
9 PROPERTY THAT IS:

10 1. PURCHASED AFTER BEING SUBJECT TO
11 FORECLOSURE, SHORT SALE, OR EXTENDED VACANCY;

12 2. WITHIN A TRANSFORMING NEIGHBORHOOD
13 INITIATIVE AREA, AS DEFINED BY PRINCE GEORGE'S COUNTY GOVERNMENT;

14 3. PURCHASED AS AN OWNER-OCCUPIED PRIMARY
15 RESIDENCE IN WHICH THE PURCHASER RESIDES FOR A PERIOD OF AT LEAST 5
16 YEARS;

17 4. PURCHASED AS AN OWNER-OCCUPIED PRIMARY
18 RESIDENCE IN WHICH THE PURCHASER SPENDS MORE THAN \$30,000 TO
19 SUBSTANTIALLY RENOVATE THE INTERIOR AND EXTERIOR OF THE PROPERTY WITH
20 RENOVATIONS THAT MAY INCLUDE A NEW ROOF, A NEW HEATING, VENTILATION,
21 AND AIR CONDITIONING UNIT, NEW WINDOWS, AND NEW APPLIANCES; AND

22 5. ZONED AS SINGLE-FAMILY RESIDENTIAL PROPERTY,
23 AS DEFINED BY PRINCE GEORGE'S COUNTY GOVERNMENT.

24 (2) (I) THE GOVERNING BODY OF PRINCE GEORGE'S COUNTY MAY
25 GRANT, BY LAW, A PROPERTY TAX CREDIT UNDER THIS SUBSECTION AGAINST THE
26 COUNTY PROPERTY TAX IMPOSED ON QUALIFIED PROPERTY.

27 (II) FOR EACH QUALIFIED PROPERTY, THE PROPERTY TAX
28 CREDIT SHALL EQUAL THE SUM OF THE PROPERTY TAX IMPOSED ON THE QUALIFIED
29 PROPERTY IN THE 2 PRIOR TAXABLE YEARS, NOT TO EXCEED \$10,000.

30 (III) THE TOTAL AMOUNT OF CREDITS APPROVED BY PRINCE
31 GEORGE'S COUNTY UNDER THIS SUBSECTION MAY NOT EXCEED \$2,000,000.

1 **(IV) THE GOVERNING BODY OF PRINCE GEORGE’S COUNTY**
2 **SHALL APPROVE ALL APPLICATIONS THAT QUALIFY FOR A CREDIT UNDER THIS**
3 **SUBSECTION ON A FIRST-COME, FIRST-SERVED BASIS.**

4 **(3) THE GOVERNING BODY OF PRINCE GEORGE’S COUNTY MAY**
5 **PROVIDE, BY LAW, FOR:**

6 **(I) CRITERIA FOR THE DESIGNATION OF A TRANSFORMING**
7 **NEIGHBORHOOD INITIATIVE AREA;**

8 **(II) ADDITIONAL ELIGIBILITY CRITERIA FOR THE PROPERTY**
9 **TAX CREDIT UNDER THIS SUBSECTION;**

10 **(III) REGULATIONS AND PROCEDURES FOR THE APPLICATION,**
11 **CERTIFICATION, AND UNIFORM PROCESSING OF REQUESTS FOR THE TAX CREDIT;**

12 **(IV) A REQUIREMENT THAT A HOMEOWNER WHO DOES NOT**
13 **COMPLY WITH PARAGRAPH (1)(III)3 OF THIS SUBSECTION REPAY THE AMOUNT OF**
14 **ANY PROPERTY TAX CREDIT RECEIVED TO THE PRINCE GEORGE’S COUNTY**
15 **GOVERNMENT; AND**

16 **(V) ANY OTHER PROVISION NECESSARY TO CARRY OUT THE TAX**
17 **CREDIT UNDER THIS SUBSECTION.**

18 **SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June**
19 **1, 2015, and shall be applicable to all taxable years beginning after June 30, 2015.**