

# HOUSE BILL 633

Q1

7lr3095

---

By: **Delegates Carr, Gutierrez, Luedtke, and Queen**

Introduced and read first time: February 1, 2017

Assigned to: Ways and Means

---

## A BILL ENTITLED

1 AN ACT concerning

2 **Property Tax – Homeowners’ Property Tax Credit – Definition of Total Real**  
3 **Property Tax**

4 FOR the purpose of altering, for purposes of certain provisions of law concerning the  
5 homeowners’ property tax credit, the definition of “total real property tax” to exclude  
6 certain adjustments based on certain other property tax credits against the property  
7 tax imposed on a certain dwelling; providing for the application of this Act; and  
8 generally relating to the homeowners’ property tax credit.

9 BY repealing and reenacting, without amendments,  
10 Article – Tax – Property  
11 Section 9–104(a)(1) and (g)  
12 Annotated Code of Maryland  
13 (2012 Replacement Volume and 2016 Supplement)

14 BY repealing and reenacting, with amendments,  
15 Article – Tax – Property  
16 Section 9–104(a)(13)  
17 Annotated Code of Maryland  
18 (2012 Replacement Volume and 2016 Supplement)

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

21 **Article – Tax – Property**

22 9–104.

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

---

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1           (13) (I) “Total real property tax” means the product of the sum of all  
2 property tax rates on real property, including special district tax rates, for the taxable year  
3 on a dwelling, multiplied by the lesser of:

4                   [(i)] 1.     \$300,000; or

5                   [(ii)] 2.     the assessed value of the dwelling reduced by the amount  
6 of any assessment on which a property tax credit is granted under § 9–105 of this subtitle.

7                   **(II) “TOTAL REAL PROPERTY TAX” DOES NOT INCLUDE ANY**  
8 **ADJUSTMENT FOR ANY OTHER PROPERTY TAX CREDIT UNDER THIS TITLE AGAINST**  
9 **THE PROPERTY TAX IMPOSED ON THE DWELLING.**

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

13                   (2) The percentage is:

14                   (i)     0% of the 1st \$8,000 of combined income;

15                   (ii)    4% of the next \$4,000 of combined income;

16                   (iii)  6.5% of the next \$4,000 of combined income; and

17                   (iv)   9% of the combined income over \$16,000.

18           SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June  
19 1, 2017, and shall be applicable to tax credits for all taxable years beginning after June 30,  
20 2017.