

by the applicable ~~county~~ STATE, COUNTY, or municipal corporation property tax rate for the current year.

~~(2) For the taxable year [1990-1991] 1991-1992 and each year thereafter, subsections (f) through (k) of this section apply, and the property tax credit under this section is calculated by:~~

~~(i) multiplying the prior year's taxable assessment by [115%] THE TAX CREDIT INDEX AS DETERMINED UNDER SUBSECTION (F-1) OF THIS SECTION;~~

~~(ii) subtracting that amount from the current year's assessment;~~

~~(iii) if the difference is a positive number, multiplying the difference by the applicable county or municipal corporation property tax rate for the current year; and~~

~~(iv) multiplying that amount by the income factor specified in subsection (f) of this section.~~

(2) FOR EACH TAXABLE YEAR, THE HOMESTEAD CREDIT PERCENTAGE UNDER PARAGRAPH (1)(I) OF THIS SUBSECTION IS:

(I) FOR THE STATE PROPERTY TAX, 110%;

(II) FOR THE COUNTY PROPERTY TAX, THE HOMESTEAD CREDIT PERCENTAGE ESTABLISHED BY THE COUNTY UNDER PARAGRAPH (3) OF THIS SUBSECTION; AND

(III) FOR THE MUNICIPAL CORPORATION PROPERTY TAX:

1. THE HOMESTEAD CREDIT PERCENTAGE ESTABLISHED BY THE MUNICIPAL CORPORATION UNDER PARAGRAPH (4) OF THIS SUBSECTION; OR

2. IF THE MUNICIPAL CORPORATION HAS NOT SET A PERCENTAGE UNDER PARAGRAPH (4) OF THIS SUBSECTION, THE HOMESTEAD CREDIT PERCENTAGE SET BY THE COUNTY IN WHICH THE PROPERTY IS LOCATED.

(3) SUBJECT TO PARAGRAPH (5) OF THIS SUBSECTION, THE MAYOR AND CITY COUNCIL OF BALTIMORE CITY AND THE GOVERNING BODY OF A COUNTY:

(I) ON OR BEFORE JANUARY 1, 1991, SHALL SET, BY LAW, A HOMESTEAD CREDIT PERCENTAGE FOR THE TAXABLE YEAR BEGINNING JULY 1, 1991 AND ANY SUBSEQUENT TAXABLE YEAR; AND

(II) ON OR BEFORE JANUARY 1 OF 1992, AND OF ANY YEAR THEREAFTER, MAY ALTER, BY LAW, THE HOMESTEAD CREDIT PERCENTAGE FOR THE TAXABLE YEAR BEGINNING THE FOLLOWING JULY 1 AND ANY SUBSEQUENT TAXABLE YEAR.