

thereto. II to provide a Baltimore City property tax exemption for certain urban renewal property used for governmentally controlled housing where payments are made in lieu of the taxes and to provide for the properties subject to this exemption.

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That new Section 9(o) be and it is hereby added to Article 81 of the Annotated Code of Maryland (1972 Supplement), title "Revenue and Taxes," subtitle "What Shall Be Taxed and Where," to follow immediately after Section 9(n) thereof, and to read as follows:

9.

(O) IIHOUSING IN URBAN RENEWAL AREAS IN BALTIMORE CITY. II REAL PROPERTY LOCATED IN URBAN RENEWAL AREAS ACQUIRED AND DISPOSED OF BY THE MAYOR AND CITY COUNCIL OF BALTIMORE PURSUANT TO ARTICLE II(15) OF THE BALTIMORE CITY CHARTER (1964 REVISION) OWNED BY ANY PERSON, FIRM OR CORPORATION ENGAGED IN THE CONSTRUCTION AND OPERATION OF HOUSING STRUCTURES OR PROJECTS SUBSTANTIALLY CONSTRUCTED OR REHABILITATED AFTER JULY 1, 1973, WHERE SUCH STRUCTURES AND FACILITIES ARE GOVERNMENTALLY CONTROLLED AS TO RENTS, CHARGES, RATE OF RETURN AND/OR METHODS OF OPERATION SO AS TO OPERATE ON A NON-PROFIT OR LIMITED DISTRIBUTION BASIS MAY BE SUBJECT TO EXEMPTION IIWITH THE APPROVAL OF THE POLITICAL SUBDIVISION IN WHICH THE PROPERTY IS LOCATED UPON THE ENTRY OF THE EXECUTIVE BODY OF THE SUBDIVISION II FROM BALTIMORE CITY TAXES UPON THE ENTRY OF THE BOARD OF ESTIMATES OF BALTIMORE CITY AND THE ELIGIBLE PERSON, FIRM OR CORPORATION INTO AN AGREEMENT FOR THE PAYMENT OF A NEGOTIATED SUM OR SUMS IN LIEU OF ALL IISTATE AND LOCAL II BALTIMORE CITY TAXES UPON SUCH PROPERTY. II THE PAYMENT SHALL BE DIVIDED BETWEEN THE STATE AND THE SUBDIVISION IN ACCORDANCE WITH THE RATIO WHICH THE RATE OF TAX LEVIED BY THE STATE BEARS TO THE RATE OF TAX LEVIED BY THE SUBDIVISION. II ANY STRUCTURE OR PROJECT AS AFORESAID MAY CONTAIN NON-DWELLING COMMERCIAL AND COMMUNITY FACILITIES (INCLUDING BUT NOT LIMITED TO DINING HALLS, COMMUNITY ROOMS, INFIRMARIES AND OTHER SERVICE FACILITIES TO SERVE ITS OCCUPANTS AND THE SURROUNDING NEIGHBORHOOD) WITHOUT AFFECTING THE POWER OF THE SUBDIVISION TO APPROVE THE EXEMPTION ABOVE MENTIONED, PROVIDED THE STRUCTURE OR PROJECT REMAINS PREDOMINANTLY RESIDENTIAL. THE PROPERTIES TO WHICH THIS SUBSECTION (O) APPLIES ARE THOSE IN URBAN RENEWAL PROJECTS APPROVED AS OF JULY 1, 1973, EXCEPT THAT THIS SUBSECTION DOES NOT APPLY TO PROPERTIES IN THE MADISON PARK NORTH, MADISON PARK SOUTH, AND MOUNT VERNON PROJECTS. THIS SUBSECTION APPLIES ONLY TO AGREEMENTS ENTERED INTO PRIOR TO JULY 1, 1976. IN 1974, 1975, AND 1976 THE EFFECT AND OPERATION OF AGREEMENTS ENTERED INTO UNDER THIS SUBSECTION DURING THE PRIOR YEAR SHALL BE REPORTED TO THE GENERAL ASSEMBLY OF MARYLAND.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1973.