

## CHAPTER 662

(Senate Bill 364)

## AN ACT concerning

Property Tax - Constant Yield Tax Rate -  
Municipal Corporations

FOR the purpose of altering the municipal corporation exemption from the constant yield tax rate requirements for property tax to require the Director of Assessments and Taxation to exempt a municipal corporation from the constant yield tax rate requirements under certain circumstances; establishing a certain calculation; ~~authorizing--the--Director-to-make certain--adjustments;~~ and generally relating to the application of the constant yield tax rate provisions to municipal corporation property tax.

BY repealing and reenacting, with amendments,

Article - Tax - Property  
Section 2-205(e)  
Annotated Code of Maryland  
(1986 Volume)

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

## Article - Tax - Property

2-205.

(e) The Director [may] SHALL exempt a municipal corporation from the constant yield tax rate provisions of § 6-308 of this article if [the Director believes that the amount of increase in the estimated assessment of all property in the municipal corporation does not justify complying with the procedural requirements of § 6-308 of this article.] A DIFFERENCE OF LESS THAN \$2,000 EXISTS BETWEEN:

(1) THE PROPERTY TAX REVENUE THAT IS PROVIDED BY APPLYING THE MUNICIPAL CORPORATION TAX RATE FOR THE PRECEDING TAXABLE YEAR TO THE ESTIMATED ASSESSMENT OF ALL PROPERTY IN THE MUNICIPAL CORPORATION; AND

(2) THE PROPERTY TAX REVENUE THAT IS PROVIDED BY APPLYING THE CONSTANT YIELD TAX RATE FOR THE NEXT TAXABLE YEAR TO THE ESTIMATED ASSESSMENT OF ALL PROPERTY IN THE MUNICIPAL CORPORATION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1986.