

CHAPTER 854

(House Bill 789)

AN ACT concerning

Property Tax Credit -
Assessment Increases in Excess of 15 Percent - Extension

FOR the purpose of extending the time that a homeowner's property tax credit that is based on a certain increase in the assessment of property may be granted; and removing certain obsolete references.

BY repealing and reenacting, with amendments,

Article - Tax - Property
Section 9-105(b) and (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

9-105.

(b) For the taxable years [1985-1986 and] 1986-1987 AND 1987-1988, if there is an increase in property assessment as calculated under subsection (e) of this section, the governing body of each county and of each municipal corporation shall grant a property tax credit under this section against the county and municipal corporation property tax imposed on real property by the county or municipal corporation.

(e) For the taxable years [1985-1986 and] 1986-1987 AND 1987-1988, the property tax credit under this section is calculated by:

(1) multiplying the prior year's taxable assessment by 115%;

(2) subtracting that amount from the current year's assessment; and

(3) if the difference is a positive number, multiplying the difference by the applicable county or municipal corporation property tax rate for the current year.

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