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

## Article 17 - Prince George's County

SUBDIVISION 2. SCHOOL FACILITIES SURCHARGE.

10-192.1.

- (A) SUBJECT TO SUBSECTION (B) OF THIS SECTION, THE COUNTY COUNCIL, BY ORDINANCE, MAY IMPOSE A SCHOOL FACILITIES SURCHARGE ON NEW RESIDENTIAL CONSTRUCTION FOR WHICH A BUILDING PERMIT IS APPLIED FOR ON OR AFTER JULY 1, 1996.
  - (B) (1) A SCHOOL FACILITIES SURCHARGE MAY NOT EXCEED:
    - (I) \$1,500 PER SINGLE-FAMILY, DETACHED DWELLING:
    - (II) \$800 PER TOWNHOUSE; OR
- (III) \$400 PER DWELLING UNIT FOR ANY OTHER BUILDING CONTAINING MORE THAN A SINGLE DWELLING UNIT.
- (2) THE COUNTY COUNCIL, BY ORDINANCE, MAY PROVIDE A FULL OR PARTIAL CREDIT AGAINST THE SCHOOL FACILITIES SURCHARGE FOR MODERATELY PRICED DWELLING UNITS.
- (3) THE SCHOOL FACILITIES SURCHARGE DOES NOT APPLY TO A DWELLING UNIT ON PROPERTY FOR WHICH A VALID PRELIMINARY PLAN OF SUBDIVISION WAS ORIGINALLY APPROVED BEFORE OCTOBER 1, 1995.
  - (C) THE SCHOOL FACILITIES SURCHARGE SHALL BE PAID:
- (1) IN THE CASE OF A TRANSFER OF TITLE TO THE PROPERTY BEFORE THE DWELLING UNIT IS OCCUPIED, BY THE SELLER AT THE TIME OF SETTLEMENT; OR
- (2) IN ANY OTHER SITUATION, BY THE OWNER OF THE PROPERTY BEFORE INITIAL OCCUPANCY OF THE DWELLING UNIT BY THE SELLER AT THE TIME A BUILDING PERMIT IS ISSUED FOR THE DWELLING UNIT. THE SCHOOL FACILITIES SURCHARGE MAY NOT BE CONSTRUED TO BE A SETTLEMENT COST.
- (D) PAYMENT OF THE SCHOOL FACILITIES SURCHARGE SHALL ELIMINATE THE APPLICATION OF ANY TEST CONCERNING THE ADEQUACY OF SCHOOL FACILITIES UNDER THE COUNTY'S ADEQUATE PUBLIC FACILITY ORDINANCE.
- (E) REVENUE COLLECTED UNDER THE SCHOOL FACILITIES SURCHARGE SHALL BE DEPOSITED IN A SEPARATE ACCOUNT AND MAY ONLY BE USED TO PAY FOR:
  - (1) ADDITIONAL OR EXPANDED PUBLIC SCHOOL FACILITIES: OR