

2. "Newly constructed dwelling" includes a "vacant dwelling" as defined in subsection (c)(1) of this section that has been rehabilitated in compliance with applicable local laws and regulations and has not been previously occupied since the rehabilitation.

(iii) "First purchased dwelling" means owner-occupied residential real property that is the first residence owned or purchased in Baltimore City by the applicant for a property tax credit granted under this subsection.

(iv) "Homeowner" has the meaning stated in § 9-105(a)(3) of this title.

(2) The Mayor and City Council of Baltimore City may grant, by law, a property tax credit under this subsection against the county property tax imposed on newly constructed dwellings or first purchased dwellings that are owned by qualifying owners.

(3) Except as provided in paragraph (4) of this subsection, a property tax credit granted under this subsection may not exceed the amount of county property tax imposed on the real property, less the amount of any other credit applicable in that year, multiplied by:

- (i) 50% for the first taxable year in which the property qualifies for the tax credit;
- (ii) 40% for the second taxable year in which the property qualifies for the tax credit;
- (iii) 30% for the third taxable year in which the property qualifies for the tax credit;
- (iv) 20% for the fourth taxable year in which the property qualifies for the tax credit;
- (v) 10% for the fifth taxable year in which the property qualifies for the tax credit; and
- (vi) 0% for each taxable year thereafter.

(4) (i) The Mayor and City Council of Baltimore may grant a property tax credit for any newly constructed dwelling for which a building permit was issued on or after July 1, 1994 but before October 1, 1994, provided that an application for a property tax credit is submitted on or before August 31, 1998.

(ii) Subject to the limitations imposed under subparagraph (i) of this paragraph, a property tax credit granted under this subsection may not exceed the amount of county property tax imposed on the real property, less the amount of any other credit applicable in that year, multiplied by:

1. 30% for the taxable year beginning after June 30, 1998;
2. 20% for the taxable year beginning after June 30, 1999;