

~~Subtitle 6. Rehabilitation Tax Credits.~~~~2-601.~~

(a) (1) ~~In this section the following words have the meanings indicated.~~

(2) ~~"Business entity" means a person conducting or operating a trade or business in the State.~~

(3) ~~"Certified heritage area" has the meaning stated in § 13-1101(d) of the Financial Institutions Article.~~

(4) ~~"Certified heritage structure" means a structure that is:~~

(i) ~~Listed in the National Register of Historic Places;~~

(ii) ~~Designated as a historic property under local law;~~

(iii) ~~1. Located in a historic district listed on the National Register of Historic Places or in a local historic district; and~~

~~2. Certified by the Director of the Maryland Historical Trust as contributing to the significance of the district; or~~

~~(iv) Located in a certified heritage area and which has been certified by the Maryland Heritage Areas Authority as contributing to the significance of the certified heritage area.~~

(5) ~~"Certified rehabilitation" means rehabilitation of a certified heritage structure which the Director certifies is substantial rehabilitation in conformance with the rehabilitation standards of the United States Secretary of the Interior.~~

(6) ~~"Director" means the Director of the Maryland Historical Trust.~~

(7) ~~"Local historic district" means a district that the governing body of a county or municipal corporation, or the Mayor and City Council of Baltimore, has designated under local law as historic.~~

(8) ~~"Qualified rehabilitation expenditure" means [any] AN amount that is properly chargeable to capital account and is expended in the rehabilitation of a structure that by the end of the taxable year in which the certified rehabilitation is completed is a certified heritage structure.~~

(9) ~~"Substantial rehabilitation" means rehabilitation of a structure for which the qualified rehabilitation expenditures, during the 24-month period selected by the taxpayer ending with or within the taxable year, exceed:~~

(i) ~~For owner-occupied residential property, \$5,000; or~~

(ii) ~~For all other property, the greater of:~~

~~1. The adjusted basis of the structure; or~~

~~2. \$5,000.~~