

POLITICAL SUBDIVISION OF THE STATE FOR ANY PURPOSE FOR WHICH THE DEPOSIT OF BONDS OR OBLIGATIONS OF THE STATE MAY BE AUTHORIZED BY LAW.

(III) THE ISSUANCE AND SALE OF NEW SCHOOL CAPACITY CONSTRUCTION BONDS UNDER THIS SUBSECTION IS EXEMPT FROM THE PROVISIONS OF ARTICLE 31, §§ 9 THROUGH 11 OF THE CODE.

(IV) THE TRANSFER OF, INTEREST ON, AND ANY INCOME DERIVED FROM NEW SCHOOL CAPACITY CONSTRUCTION BONDS SHALL BE EXEMPT FROM STATE AND LOCAL TAXATION.

(3) (I) THE COUNTY COMMISSIONERS, BY ORDINANCE, MAY FIX AND IMPOSE A FAIR SHARE SCHOOL CONSTRUCTION EXCISE TAX LEVIED AGAINST THE OWNER OF REAL PROPERTY LOCATED IN THE COUNTY THAT IS IMPROVED BY NEW RESIDENTIAL DEVELOPMENT.

(II) 1. FOR FISCAL YEAR 2003, THE AMOUNT OF THE FAIR SHARE SCHOOL CONSTRUCTION EXCISE TAX SHALL EQUAL ALL COUNTY COSTS TO CONSTRUCT ONE UNIT OF NEW STUDENT CAPACITY FOR PUBLIC SCHOOL FACILITIES MULTIPLIED BY THE PUPIL GENERATION RATE FOR THAT PARTICULAR NEW DWELLING TYPE IN THE COUNTY MAY NOT EXCEED THE FOLLOWING AMOUNTS:

- A. FOR A SINGLE-FAMILY DETACHED HOME, \$9,700;
- B. FOR A TOWN HOUSE, \$9,200; AND
- C. FOR A MULTIFAMILY HOUSING UNIT, \$7,000.

2. FOR FISCAL YEAR 2004 AND SUCCEEDING FISCAL YEARS, THE LIMITS SET FORTH IN SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL BE ALTERED BY THE SAME PERCENTAGE AS THE CHANGE IN THE PRODUCER PRICE INDEX FOR THE MATERIALS AND COMPONENTS FOR CONSTRUCTION, AS REPORTED BY THE UNITED STATES DEPARTMENT OF LABOR, FOR THE FISCAL YEAR PRECEDING THE YEAR FOR WHICH THE AMOUNT IS BEING CALCULATED.

(III) PRIOR TO THE SALE OR TRANSFER OF REAL PROPERTY IN CHARLES COUNTY THAT IS IMPROVED BY NEW RESIDENTIAL DEVELOPMENT, THE SELLER OR TRANSFEROR SHALL PROVIDE NOTICE TO THE BUYER OR TRANSFEREE THAT INCLUDES:

1. A STATEMENT THAT THE FAIR SHARE SCHOOL CONSTRUCTION EXCISE TAX MAY BE LEVIED ON THE PROPERTY; AND

2. THE AMOUNT OF THE TAX FOR THE DWELLING TYPE ON THE PROPERTY.

~~(III)~~ (IV) THE FAIR SHARE SCHOOL CONSTRUCTION EXCISE TAX SHALL BE:

1. COLLECTED AND SECURED IN THE SAME MANNER AS GENERAL AD VALOREM TAXES UNLESS OTHERWISE PROVIDED BY ORDINANCE; AND