

PRINCE GEORGE'S COUNTY COUNCIL
AGENDA ITEM SUMMARY

Meeting Date: 6/12/2001

Reference No.: CR-25-2001

Proposer: Russell

Draft No.: 1

Sponsors: Russell, Scott

Item Title: A Resolution concerning the Tax Rates for FY2001-2002
for the purpose of imposing and levying the Tax Rates
for the Fiscal Year beginning July 1, 2001

Drafter: Kathy Canning
Office of Law

Resource Stanley Earley, Director
Personnel: Office of Management &
Budget

LEGISLATIVE HISTORY:

Date Presented: __/__/__

Executive Action: __/__/__

Committee Referral: __/__/__

Effective Date: __/__/__

Committee Action: __/__/__

Date Introduced: 6/12/2001

Public Hearing: __/__/__ :__ __

Council Action: 6/12/2001 ADOPTED

Council Votes: RVR:A, DB:A, JE:A, IG:A, TH:A, WM:A, AS:A, PS:A, MW:A

Pass/Fail: P

Remarks: _____

BACKGROUND INFORMATION/FISCAL IMPACT

(Includes reason for proposal, as well as any unique statutory requirements)

Section 817A of the Charter and Section 10-106 of the County Code require that following adoption of the Annual Budget and Appropriation Ordinance, the Council by resolution shall set the tax levy. The Maryland General Assembly also enacted Truth in Taxation – Real Property Tax Assessment legislation (Chapter 80 Laws of Maryland) that requires the County to recalculate the real property tax rates for fiscal year beginning after June 30, 2001 to reflect the use of use of 100% of assessed market value rather than the current 40% market value. This results in the following real property tax rate changes which are revenue neutral.

REAL PROPERTY TAX RATES

	<u>FY 2001</u> <u>(40% of Market Value)</u>	<u>FY 2002</u> <u>(100% of Market Value)</u>
County Real Property	\$2.410	\$0.9620
State Real Property	\$0.2100	\$0.0840
<u>Stormwater</u>		
Area 1	\$0.1350	\$0.0540
Area 2	\$0.0300	\$0.0120

PERSONAL PROPERTY TAX RATE

	<u>FY 2001</u>	<u>FY 2002</u>
County	\$2.410	\$2.404
<u>Stormwater</u>		
Area 1	\$0.1350	\$0.1350
Area 2	\$0.0300	\$0.0300

STATE PUBLIC UTILITY TAX RATE

	<u>FY 2001</u>	<u>FY 2002</u>
State	\$0.2100	\$0.2100

The Municipal tax differentials for real and personal property taxes are included. There is no service charge proposed for selecting the semiannual payment option. Included is an attachment to this resolution is a tax rate table for the 13 real property tax classes, 7 personal property classes and 8 public utilities classes. The number of properties included in the various tax classes varies, but most real property in the unincorporated areas of the County are in real property tax class 8 which has the following rates for FY 2002.

REAL PROPERTY TAX RATE

County	\$0.9620
State	\$0.0840
M-NCPPC	\$0.2440
Stormwater (Area 1)	\$0.0540
WSTC	\$0.0260

TOTAL	\$1.3700
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Note: For FY 2001 real property was assessed at 40% of market value while in FY 2002 real property is assessed at 100% of market value. This resulted in a tax rate for tax class 8 of \$3.43 per \$100.00 of assessed value (40% of market value) in FY 2001 and a tax rate of \$1.37 per \$100.00 of assessed value (100% of market) in FY 2002, a difference of \$2.06.

CODE INDEX TOPICS: