COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND 1996 Legislative Session

| Bill No. | CB-64-1996 |
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| Chapter No. | |
| Proposed and Presented by | Chairman Del Giudice (by request - Board of Education) |
| Introduced by | |
| Co-Sponsors | |
| Date of Introduction | |

CHARTER AMENDMENT

AN ACT concerning

Amendment of Sections 817B and 1006, Charter of Prince George's County

For the purpose of proposing amendments to Sections 817B and 1006 of the Charter of Prince

George's County to permit an increase in the real property tax rate of the County of Fifteen

cents per \$100 of assessed value, such increase to be restricted and dedicated to improve and
enhance education and police services; and to change the homestead credit percentage.

BY proposing amendments to:

Sections 817B and 1006,

Charter of Prince George's County, Maryland.

SECTION 1. BE IT ENACTED by the County Council of Prince George's County, Maryland, that the following amendment to Section 817B, Charter of Prince George's County, Maryland, is hereby proposed:

Section 817B. TAX RATE LIMITATION.

- (a) (1) Except as provided in this Section 817B, the Council shall not levy a real property tax which would result in a total collection of real property taxes greater than the amount collected in fiscal year 1979;
- (2) The Council may levy a real property tax which would result in a total collection of real property taxes greater than the amount collected in fiscal year 1979 if the real property tax rate does not exceed Two Dollars and forty cents (\$2.40) for each One Hundred Dollars (\$100.00) of assessed value.

- (b) In the event that any annual collection of real property taxes exceeds the limits set forth in this section as estimated in the annual budget projections, said excess shall be placed in the contingency fund, and, if not used during the current fiscal year, said excess will be included in the budget estimate for real property taxes in the following fiscal year.
- (c) In the event the County Council shall establish, pursuant to proper authority, any separate class of residential real property tax, then, and in that event, all other classes of real property taxes would be exempt from this section, and the total real property taxes on residential real property shall not exceed the total amount of taxes collected on residential real property in fiscal year 1979.
- (d) In accordance with the provisions of Section 9-105 of the Tax-Property Article of the Annotated Code of Maryland, on or before January 1 of each year, the County Council shall set, by law, the homestead credit percentage for the taxable year beginning the following July 1. The homestead credit percentage shall be <u>110%</u>. [no greater that 100% plus the percentage of increase in the Consumer Price Index for the previous twelve months, rounded to the nearest whole number, but not more than 105%.]
- (e) The Council may levy an additional ad valorem tax on real property tax rate in excess of Two Dollars and forty cents (\$2.40) for each One Hundred Dollars (\$100.00) of assessed value at a rate of Fifteen cents for each One Hundred Dollars (\$100.00) of assessed value, provided that additional revenues generated by Thirteen cents of the additional rate are appropriated in the adopted budget for educational purposes, including implementing and sustaining the Board of Education's Neighborhood School Improvement Plan, additional revenues generated by One cent of the additional rate are appropriated to fund the Prince George's Community College, and additional revenues generated by One cent of the additional rate are appropriated to fund the Police Department. Such additional funds shall be in addition to the level of funding necessary to meet any maintenance of effort requirements of State education financial assistance programs, and shall not supplant any other funds dedicated to education in Prince George's County.

SECTION 2. BE IT FURTHER ENACTED by the County Council of Prince George's County, Maryland, that the following amendment to Section 1006, Charter of Prince George's

County, Maryland, is hereby proposed:

Section 1006. LIMITATION ON AD VALOREM TAXATION.

Except as required by State law, Section 817B of this Charter, or the terms of any certificate of indebtedness outstanding on the effective date of this Charter, the Council shall have no power to levy any ad valorem tax on real or personal property for the benefit of any particular agency which receives or disburses County funds. Any ad valorem tax on real or personal property, with the aforementioned exceptions, shall accrue only to the general fund of the County.

SECTION 3. BE IT FURTHER ENACTED that a copy of this Act be transmitted to the County Executive for publication and that a copy also be transmitted to the Board of Supervisors of Elections for submission of the proposed amendment to the voters of this County at the 1996 General Election pursuant to Section 1105 of the Charter.

SECTION 4. BE IT FURTHER ENACTED that the question of adoption of this proposed Charter Amendment shall be submitted to the voters of the County at the General Election occurring on November 5, 1996, and shall be placed on the ballot in the following form:

PROPOSED CHARTER AMENDMENT

To provide an increase in the real property tax rate of the County of Fifteen cent per \$100 of assessed value, such increase to be restricted and dedicated to improve and enhance education and police services; to change the homestead credit percentage; and to permit the dedication of revenue so raised to a particular agency.

| Adopted this day of | , 1996, by an affirmative vote of two-thirds of the |
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| members of the full County Council. | |
| | COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND |
| | BY: Stephen J. Del Giudice Chairman |
| ATTEST: | |
| | |
| Joyce T. Sweeney Clerk of the Council | |
| KEY: <u>Underscoring</u> indicates language added [Brackets] indicate language deleted fro | _ |