



Angela D. Alsobrooks
County Executive

PRINCE GEORGE'S COUNTY GOVERNMENT

OFFICE OF THE COUNTY EXECUTIVE

August 26, 2021

The Honorable Calvin S. Hawkins, II
Chairman
Prince George's County Council
County Administration Building
Upper Marlboro, Maryland 20772

Dear Chairman Hawkins:

Enclosed for the County Council's consideration is a Bill required pursuant to State law setting the FY 2023 Homestead Property Tax Credit percentage for the lesser of the inflation based upon the Consumer Price Index for All Urban Consumers (CPI-U) or five percent (5%) of the prior year's taxable assessment.

The official CPI-U for June 2021 increased by (5.4%), rounded to the nearest whole number, compared to June 2020. The County Charter provides that the Homestead Property Tax Credit percentage should be set to not exceed one hundred percent (100%) plus the percentage of the increase in the CPI-U for the previous twelve (12) months, rounded to the nearest whole number, but not more than (105%). Therefore, the homestead tax credit shall be set at (105%) for FY 2023.

The Council's favorable consideration of this legislation is requested. If you have any questions, please contact my office or Stanley A. Earley, Director, Office of Management and Budget (OMB) at, (301) 952-3218.

Sincerely,

Angela D. Alsobrooks
County Executive

Enclosures