

PRINCE GEORGE'S COUNTY COUNCIL

COMMITTEE REPORT

2024 Legislative Session

Reference No.: CB-75-2024

Draft No.: 1

Committee: GOFP

Date: Sept. 26, 2024

Action: FAV

REPORT: Committee Vote: Favorable 4-0 (Council Members Watson, Dernoga, Hawkins, Oriadha) Absent: Harrison

The Prince George's County Council's Government Operations and Fiscal Policy Committee convened on September 26, 2024, to consider CB-75-2024. The legislation is required pursuant to Section 812(d) of the County Charter and will set the Homestead Property Tax Credit at 103% for the taxable year beginning July 1, 2025, for FY 2026.

Council staff provided an overview of the legislation which is designed to protect homeowners from significant changes in the amount of property tax paid by setting a cap. The Annotated Code of Maryland, Tax-Property Article, Section 9-105(e), requires that on or before November 15th of each year, the County shall determine the homestead property tax credit percentage for the taxable year beginning the following July 1. The Office of Management and Budget determined, based on the recent changes in the Consumer Price Index (CPI) that the homestead property tax credit percentage needs to remain set at 103% for the taxable year beginning July 1, 2025. The current rate is 103%, so it will remain the same, and the result will be a neutral fiscal impact.

After discussion, the Prince George's County Council's Government Operations and Fiscal Policy Committee reported CB-75-2024 favorably, 4-0.