## COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND 2025 Legislative Session

Resolution No.	esolution No. CR-097-2025					
Proposed by						
Introduced by	·					
Co-Sponsors						
Date of Introduction						
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Deferred Collection of Development Impact Fees

For the purpose of requesting the Maryland General Assembly to amend statutory provisions governing development impact fees to authorize the deferral of development impact fee payments until the issuance of Use and Occupancy Permits.

WHEREAS, the Maryland Department of Legislative Services Office of Public Analysis defines development impact fees as a regulatory measure designed to fund facilities specifically required by new development projects in order to mitigate the impact of such development on infrastructure or public facilities; and

WHEREAS, Md. Ann. Code, Art. 17, § 10-192.01 creates a school facilities surcharge for Prince George's County to be imposed on new residential construction for which a building permit is issued on or after July 1, 2003; and

WHEREAS, Md. Ann. Code, Art. 17, § 10-192.01(d) requires the seller of the development to pay the school facilities surcharge at the time a building permit is issued for the dwelling unit; and

WHEREAS, Md. Ann. Code, Art. 17, § 10-192.11 creates a public safety and behavioral health surcharge for Prince George's County to be imposed on a single-family detached dwelling, townhouse, or dwelling unit for any other building containing more than a single dwelling unit being built in Prince George's County; and

WHEREAS, Md. Ann. Code, Art. 17, § 10-192.11(c) requires the seller of the development to pay the public safety and behavioral health surcharge at the time a building permit is issued for the dwelling unit; and

WHEREAS, Prince George's County Housing Opportunities For All (HOFA) workgroup reported that the county should strive to add 26,000 housing units by 2030. Only 6,889 multifamily units have been built since 2020, leaving a 74% gap with only five years remaining in the HOFA workgroup's recommendation; and

WHEREAS, the UCLA Lewis Center for Regional Policy Studies reports that fee deferral programs can efficiently reduce costs and increase the viability of housing production, and they can do so without asking local governments to forfeit any revenue; and

WHEREAS, the Montgomery County Chamber of Commerce reports that deferral of development impact taxes may address the rising cost of new development and make housing more attainable; and

WHEREAS, Section 52-54 of the Montgomery County code enables Montgomery County to defer development impact fee payments until the final inspection of the building by the Montgomery County Department of Permitting Services; and

WHEREAS, the City of Folsom, Cal., Municipal Code § 16.60.040 permits a qualified residential project to file an application requesting a deferral of development impact fees, subject to the approval of the Folsom City Council; and

WHEREAS, Section 82.02.050 of the Washington State Code permits local jurisdictions in the State of Washington to defer collection of the impact fee payment until final inspection, until certificate of occupancy or equivalent certification, or deferring collection of the impact fee payment until the time of closing of the first sale of the property occurring after the issuance of the applicable building permit; and

WHEREAS, the Washington State Legislative Audit and Review Committee reported that in 2018 and 2019, ninety-eight (98) local governments implemented a development impact fee deferral program; crucially, out of the \$11 million deferred under this program, 99.9% of the \$11 million was repaid on or before the deferred deadline.

NOW, THEREFORE, BE IT RESOLVED by the County Council of Prince George's County, Maryland, that the council urges the Maryland General Assembly to amend Md. Ann. Code, Art. 17 § 10-192.01(d) and § 10-192.11(c) by allowing the governing body of Prince George's County to defer development impact fee payments until final inspection, until the issuance of use and occupancy permit, or until the time of closing of the first sale of the property occurring after the issuance of the applicable building permit.

Adopted this	day of	, 2025.
		COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND
		BY: Edward P. Burroughs III
		Chair
ATTEST:		
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Donna J. Brown		
Clerk of the Council		