

**COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND**

**1997 Legislative Session**

Bill No. \_\_\_\_\_ CB-97-1997

Chapter No.

Proposed and Presented by \_\_\_\_\_ Council Members Maloney and Gourdine

Introduced by

Co-Sponsors

Date of Introduction

**BILL**

AN ACT concerning

Revitalization Tax Credit District

For the purpose of amending the provisions of the revitalization tax credit program to limit the credit in the district available to nonresidential structures under certain conditions.

BY repealing and reenacting with amendments:

SUBTITLE 10. FINANCE AND TAXATION.

Section 10-235.02,

The Prince George's County Code

(1995 Edition, 1996 Supplement).

SECTION 1. BE IT ENACTED by the County Council of Prince George's County, Maryland, that Section 10-235.02 of the Prince George's County Code be and the same is hereby repealed and reenacted with the following amendments:

**SUBTITLE 10. FINANCE AND TAXATION.**

**DIVISION 8. TAX ASSESSMENT, LEVY, AND COLLECTION.**

**Subdivision 5B. Revitalization Tax Credits.**

**Sec. 10-235.02. Tax credits for redevelopment and revitalization; district established.**

(a) Upon the recommendation of the County Executive, or on its own initiative, the County Council may establish, by ordinance, one or more Revitalization Tax Credit Districts.

(b) In establishing a Revitalization Tax Credit District, consideration shall be given to factors related to community redevelopment and business revitalization, such as, but not

limited to: median household income, the residential density of the area, land use in the area, economic factors, and unemployment rates.

(c) All property located within a Revitalization Tax Credit District shall be eligible for the redevelopment/revitalization tax credit as set forth in this Section.

(d) There shall be allowed a tax credit on eligible County real property taxes based upon the value of the following eligible improvements requiring a County building permit:

- (1) The construction, reconstruction, or extension of nonresidential structures;
- (2) The reconstruction or extension of existing residential structures;
- (3) The construction or reconstruction of new single-family residential structures that are built on lots on which a residential structure has been razed or demolished within the prior five (5) years, or on vacant lots between adjacent lots with single-family residential structures; and

(4) New construction in developments of less than ten (10) one-family dwellings, as set forth in the plan of subdivision.

(e) New construction in developments of ten (10) or more one-family dwellings, as set forth in the plan of subdivision, or new multifamily units may be eligible for the tax credit upon resolution of the County Council. Consideration shall be given to the factors related to community redevelopment and business revitalization set forth in Subsection (b), above.

(f) Eligible improvements may be limited in the ordinance establishing each district.

(g) Unless provided otherwise in the ordinance establishing a district:

(1) For nonresidential improvements, for the first tax year immediately following the year in which the improvements are completed and assessed, the tax credit shall be in an amount equal to 100% of the amount of the County property tax imposed on the increased assessment attributable to the improvements as determined by the Supervisor of Assessments.

The tax credit shall be reduced to 80% in the subsequent tax year, 60% in the third year, 40% in the fourth year, and 20% in the fifth year. A property tax credit granted hereunder for nonresidential improvements may not be granted for more than five (5) consecutive years.

The total value of the tax credit over five (5) years may not exceed an amount equal to 100%

of the costs of eligible improvements. The total value of the tax credit shall be reduced by an amount equal to the cost of improvements made or paid for by the State, the County, or the Maryland National Capital Park and Planning Commission pursuant to a contract or agreement with the owner of the eligible improvements.

(2) For residential improvements, for the first tax year immediately following the year in which the improvements are completed and assessed, the tax credit shall be in an amount equal to 100% of the amount of the County property tax imposed on the increased assessment attributable to the improvements as determined by the Supervisor of Assessments. The tax credit shall be reduced to 66% in the subsequent tax year, and 33% in the third year. A property tax credit granted hereunder for residential improvements may not be granted for more than three (3) consecutive years. The total value of the tax credit over three (3) years may not exceed an amount equal to 100% of the costs of eligible improvements. For residential improvements, the maximum amount of eligible improvements shall be \$100,000 per dwelling unit.

(h) Application for the tax credit established herein shall be made under oath on an application provided by the Director of Finance. The application shall provide a legal description of the property, proof of a properly issued use and occupancy permit applicable to the eligible improvements, and such other information or documentation as the Director may require to determine whether the applicant can qualify for the tax credit.

SECTION 2. BE IT FURTHER ENACTED that this Act shall take effect forty-five (45) calendar days after it becomes law.

Adopted this \_\_\_\_ day of \_\_\_\_, 1997.

COUNTY COUNCIL OF PRINCE  
GEORGE'S COUNTY, MARYLAND

BY:

Dorothy F. Bailey  
Chair

ATTEST:

Joyce T. Sweeney  
Clerk of the Council

APPROVED:

DATE: \_\_\_\_\_

BY:

Wayne K. Curry  
County Executive

KEY:

Underscoring indicates language added to existing law.

[Brackets] indicate language deleted from existing law.