

PRINCE GEORGE'S COUNTY COUNCIL

COMMITTEE REPORT

2022 Legislative Session

Reference No.: CB-085-2022

Draft No.: 1

Committee: Government Operations and Fiscal Policy Committee

Date: 09/22/2022

Action: FAV

REPORT:

Committee Vote: Favorable, 5-0 (In favor: Council Members Burroughs, Franklin, Ivey, Streeter and Turner)

The Prince George's County Council's Government Operations and Fiscal Policy Committee convened on September 22, 2022 to consider CB-85-2022. CB-85-2022 is a bill required pursuant to Section 812(d) of the County Charter setting the FY 2024 homestead tax credit percentage for the lesser of the inflation based upon the Consumer Price Index (CPI) or 5% of the prior year's taxable assessment.

The official CPI-U for June 2022 increased by 9%, rounded to the nearest whole number, compared to June 2021. The County Charter provides that the homestead property tax credit percentage should be set to not exceed 100% plus the percentage of the increase in the CPI for the previous twelve months, rounded to the nearest whole number, but not more than 105%. Therefore, the homestead tax credit shall be set at 105% for FY 2024. The tax credit remains the same as FY 2023.

The Office of Law reports CB-85-2022 to be in proper legislative form with no impediments to its enactment.

The Policy Group reports that the enactment of CB-85-2022 will have a neutral impact on the County.

After discussion, the Government Operations and Fiscal Policy Committee reported CB-85-2022 out favorably 5-0.