

# HOUSE BILL 761

Q2

0lr1847

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By: **Delegate Otto**

Introduced and read first time: January 31, 2020

Assigned to: Ways and Means

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Committee Report: Favorable

House action: Adopted

Read second time: March 11, 2020

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Somerset County – Property Tax Exemption for Manufacturing Property –**  
3 **Eastern Shore Forest Products, Inc.**

4 FOR the purpose of providing that certain limitations on the duration of certain tax  
5 exemptions for certain manufacturing property in Somerset County do not apply to  
6 an exemption granted to Eastern Shore Forest Products, Inc.; and generally relating  
7 to a tax exemption for manufacturing property in Somerset County.

8 BY repealing and reenacting, with amendments,  
9 The Public Local Laws of Somerset County  
10 Section 11–101  
11 Article 20 – Public Local Laws of Maryland  
12 (2015 Edition, as amended)

13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,  
14 That the Laws of Maryland read as follows:

15 **Article 20 – Somerset County**

16 11–101.

17 (a) For the purpose of encouraging the location of new industries in Somerset  
18 County and for the purpose of encouraging the growth and development of factories,  
19 manufacturing industries, fabricating or assembling facilities, industrial plants, and the  
20 like in the County, the County Commissioners may exempt from County taxation factories,

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 manufacturing industries, fabricating or assembling facilities, industrial plants, and the  
2 like, and the land, machinery, and tools which those facilities use, and stock in trade or  
3 products of the facilities that are located in the County, as provided in this section.

4 (b) The County Commissioners shall determine what factories, manufacturing  
5 industries, fabricating or assembling facilities, industrial plants, and the like are within  
6 the meaning and purpose of this section.

7 (c) The exemption from County taxation shall be granted only in those instances  
8 where 10 or more wage earners are regularly employed by the person, persons, or  
9 corporation applying to the County Commissioners for benefits under this title.

10 (d) A tax exemption may not be granted except to new industries or to established  
11 local industries which are making substantial bona fide improvements or expansion or  
12 undertaking similar new construction work, and shall be granted only with respect to  
13 property as is represented by such new improvements, expansion, or construction work.

14 (e) **(1) THE LIMITATIONS UNDER PARAGRAPHS (2) AND (3) OF THIS**  
15 **SUBSECTION DO NOT APPLY TO A TAX EXEMPTION GRANTED UNDER THIS SECTION**  
16 **TO EASTERN SHORE FOREST PRODUCTS, INC.**

17 **[(1)] (2)** The tax exemption shall be granted for only 1 year or portion of  
18 1 year at a time, at the expiration of which the exemption may be renewed after  
19 reapplication and approval by the County Commissioners.

20 **[(2)] (3)** An exemption may not continue for longer than 5 years.

21 (f) Any and all hearings upon tax exemptions are matters of public knowledge,  
22 and action may not be taken upon a request for an exemption earlier than the next regular  
23 business session of the County Commissioners after that session at which the initial  
24 request for the exemption was made.

25 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June  
26 1, 2020.

Approved:

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Governor.

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Speaker of the House of Delegates.

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President of the Senate.