

2008 REPORT ON COUNTY / MUNICIPAL TAX DIFFERENTIALS AND TAX REBATES



DEPARTMENT OF LEGISLATIVE SERVICES 2009

**2008 Report on
County/Municipal
Tax Differentials and Tax Rebates**

**Department of Legislative Services
Office of Policy Analysis
Annapolis, Maryland**

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January 12, 2009

The Honorable Thomas V. Mike Miller, Jr., President of the Senate
The Honorable Michael E. Busch, Speaker of the House of Delegates
Honorable Members of the General Assembly

Ladies and Gentlemen:

At the local level, counties and municipalities share in the delivery of public services. To cover the costs of these services, residents of municipalities pay property taxes to both the county and municipal government. To compensate municipalities for services provided in lieu of similar county services, many counties in Maryland have established a tax set-off system by providing either a tax differential or tax rebate to the municipality. A tax differential is a lower county property tax rate within the municipality; whereas, a tax rebate is a direct county payment to the municipality however the county property tax rate within the municipality remains the same.

Tax set-off systems continue to be of interest to State and local government officials. The Department of Legislative Services, in accordance with Joint Resolution 31 of 1978, conducts an annual review of local tax set-off systems, and this report summarizes the tax set-off systems for fiscal 2008. The report also provides an overview of the current law relating to tax set-offs. This report was prepared by Michael Sanelli and Stanford Ward of the Office of Policy Analysis and reviewed by Hiram Burch. Mindy McConville prepared the manuscript.

The Department of Legislative Services trusts that the study will be useful to members of the General Assembly and to other persons interested in matters relating to tax set-off systems.

Sincerely,

Warren G. Deschenaux
Director

WGD/mlm

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Executive Summary

In accordance with Joint Resolution 31 of 1978, the Department of Legislative Services conducts an annual review of local tax set-off programs for municipalities. This review utilizes a written survey followed by telephone calls when necessary. Assessable base and tax rate data maintained by the State Department of Assessments and Taxation is also used in this analysis.

A property tax set-off enables county governments to compensate municipalities for governmental services or programs that municipalities provide in lieu of similar county services or programs. These set-offs may take the form of either property tax rate differentials or tax rebates. The major governmental services performed by municipalities that may result in tax set-offs include police protection, highway and street maintenance, sanitation and waste collection, planning and zoning services, and recreation and parks services.

In Maryland, 17 of the 23 counties provided property tax set-offs for their municipalities in fiscal 2008. Of the 6 remaining counties, Baltimore and Howard counties do not have municipalities, while Queen Anne's, Somerset, Wicomico, and Worcester counties chose not to establish tax set-offs.

Six counties (Allegany, Anne Arundel, Calvert, Caroline, Charles, and Talbot) provided tax rate differentials totaling \$32.0 million for their municipalities. Seven counties (Carroll, Cecil, Frederick, Kent, Montgomery, St. Mary's, and Washington) returned to their municipalities rebates totaling \$18.9 million. Four counties (Dorchester, Garrett, Harford, and Prince George's)

provided both tax differentials and rebates to their municipalities. In sum, tax differentials and rebates totaled \$80.9 million in fiscal 2008, a 20.9 percent increase over the prior year. Tax differentials totaled \$59.5 million and tax rebates totaled \$21.4 million.

Over the last 10 years, the level of tax set-offs provided to municipalities has increased by \$44.7 million, representing an average annual increase of 8.4 percent. In fiscal 1998, the level of tax set-offs totaled \$36.2 million.

While counties have generally been increasing the amount of tax set-offs provided to municipalities since fiscal 1998, Allegany County is the one jurisdiction in which the tax set-off amount has decreased, from \$1.1 million in fiscal 1998 to just under \$1.0 million in fiscal 2008; and Queen Anne's County, which provided a tax rebate through fiscal 2001, no longer provides a rebate.

Increases in tax set-off amounts have been significant in a few counties. In Frederick County, for example, the tax rebate amount for fiscal 2008 (\$6.6 million) is almost four times what it was in fiscal 1998 (\$1.7 million). In Talbot County, a tax rate differential totaling roughly \$103,000 was provided in fiscal 1998. Since that time, the total differential provided by the county has grown to \$3 million in fiscal 2008.

Some of the State's larger counties have provided tax set-offs at relatively constant levels since fiscal 1998, but there have been increases in recent years. In Prince George's County, between fiscal 1998 and 2005, the

total tax set-off amount provided to municipalities remained relatively steady, despite some fluctuation. In fiscal 2005, the tax set-off amount provided to its municipalities in the county (\$12.3 million) was slightly more than what was provided in fiscal 1998 (\$11.2 million). The total tax set-off amount, however, noticeably increased by fiscal 2008 to \$21.9 million. This increase is largely attributable to the growth of the value of the county's tax rate differential.

Montgomery and Anne Arundel counties have also had significant increases in recent fiscal years. Montgomery County provided a total tax rebate of \$5.1 million in fiscal 1998 and a \$4.7 million rebate in fiscal 2004. In fiscal 2008, the county provided a tax rebate totaling \$7.4 million. Similarly, in Anne Arundel County, the total value of the tax rate differential increased by \$13.5 million over the 10-year period. Most of this increase, however, has occurred since fiscal 2003.

Every county that provided a tax set-off in fiscal 2007 provided a tax set-off in fiscal 2008. Of the 17 counties providing tax set-offs in fiscal 2008, the tax set-off amount increased over the amounts provided in fiscal 2007 in every county.

While the total amount of tax differentials and rebates has increased, the types of services that the municipalities performed remained basically unchanged. The services included police protection, highway and street maintenance, sanitation and waste collection, planning and zoning, and recreation and parks.

2008 Report on County/Municipal Tax Differentials and Tax Rebates

Introduction

Property tax set-offs are meant to compensate for double taxation of municipal taxpayers occurring when both municipal and county property taxes are levied to fund similar services. Therefore, counties compensate municipal taxpayers with property tax set-offs through a tax rate differential or through a tax rebate. A tax rate differential results in a lower county property tax rate within the boundaries of a municipality, whereas a tax rebate is a direct payment to a municipality for providing the services or programs.

Structure of Local Governments

There are 156 municipalities in Maryland. Based on July 2007 population estimates, approximately 15 percent of the State's residents live within municipalities. However, on the Eastern Shore and in Western Maryland, there are nine counties that have over 30 percent of their residents living in municipalities. Compared to counties, municipalities in Maryland provide a more limited array of public services. Public works and public safety are the two largest functions of municipal governments, comprising 64 percent of municipal expenditures in fiscal 2005. As shown in **Exhibit 1**, municipalities accounted for approximately 5 percent of total local government expenditures. In five counties, municipal governments accounted for over 15 percent of local government expenditures.

Background

Section 6-305 of the Tax-Property Article of the Annotated Code of Maryland mandates that Allegany, Anne Arundel, Baltimore, Frederick, Garrett, Harford, Howard, Montgomery, and Prince George's counties meet annually with the governing bodies of municipal corporations to discuss the property tax rate to be set for assessments of property in the municipal corporation. If it is demonstrated that a municipal corporation performs services or programs in lieu of similar county services and programs, the governing body of the county **shall impose** the county property tax on assessments of property in the municipal corporation at a rate that is less than the general county property tax rate.

Exhibit 1
Local Government Expenditures
Fiscal 2005
(\$ in Millions)

	<u>Expenditures</u>	<u>Percent of Total</u>
County Level	\$20,022.5	95.3%
Municipal Level	995.1	4.7
Total	\$21,017.6	100.0%
<u>Municipal Level</u>	<u>Expenditures</u>	<u>Percent of Total</u>
Public Works	\$429.9	43.2%
Public Safety	209.7	21.1
General Government	122.6	12.3
Parks and Recreation	91.2	9.2
Community Development	21.9	2.2
Economic Development	38.1	3.8
Miscellaneous	30.0	3.0
Debt Service	51.8	5.2
Total	\$995.1	100.0%

Source: Department of Legislative Services

Section 6-306 governs the procedure for the setting of a tax differential in the other counties. The governing bodies of the counties are required to meet annually with governing bodies of municipal corporations to discuss the property tax rate to be set for assessments of property in the municipal corporation. If it is demonstrated that the municipal corporation performs services or programs in lieu of similar county services, the county **may establish** a county property tax rate for property in the municipal corporation that is lower than the general county property tax rate.

Alternatively, both of the above sections provide the counties with the option of making a payment to the municipal corporation to aid the municipal corporation in funding municipal services or programs that are similar to county services or programs. This is commonly known as a tax rebate.

Subsections (d) and (e) of Sections 6-305 and 6-306 of the Tax-Property Article define the procedures for determining the county property tax rate within a municipal corporation. The provisions follow:

(d) *Setting county rate for municipal corporation.* In determining the county property tax rate to be set for assessments of property in a municipal corporation, the governing body of the county shall consider:

- (1) the services and programs that are performed by the municipal corporation instead of similar county services and programs; and
- (2) the extent that the similar services and programs are funded by property tax revenues.

(e) *Rate need not be uniform.* The county property tax rate for assessments of property located in a municipal corporation is not required to be:

- (1) the same as the rate for property located in other municipal corporations in the county; or
- (2) the same as the rate set in a prior year.

A county and one or more municipal corporations may enter into an agreement setting different terms or timing for negotiations, calculations, or approval of a tax set-off than are set out under Sections 6-305 and 6-306.

Scope

This report identifies tax differentials and tax rebates made by the governing bodies of the counties during fiscal 2008. Information was obtained from a survey of the counties and the State Department of Assessments and Taxation. Specifically, assessable base information and tax rate differentials were obtained by using data from the State Department of Assessments and Taxation. The tax rate differentials are calculated per \$100 of assessed property value.

The following payments are excluded from amounts reported as tax rebates:

- mandatory State pass-through from the counties to the municipalities such as supplemental police aid and distributions from the State Fire, Rescue, and Ambulance Fund;
- county sales and services taxes, license fees, and alcoholic beverage dispensary profits required by State law to be shared with municipalities; and
- funds to which a municipality has a claim, such as Program Open Space.

Explanation of Exhibits and Appendices

- **Exhibits 2 and 3** summarize the findings of the tax set-off study for fiscal 2008.
- **Exhibit 4** shows the magnitude of municipal tax differentials and rebates in fiscal 2008.
- **Exhibit 5** compares the differential and rebate amounts for the 26 largest municipalities on a per capita basis.
- **Exhibit 6** shows the trend in tax set-offs for fiscal 2005 through 2007.
- **Exhibit 7** compares set-offs authorized in fiscal 2008 to those in 2007, while **Exhibit 8** compares a county's tax set-off in fiscal 2008 with the amount provided in fiscal 2003.
- **Exhibit 9** shows the county assessable base in municipalities for those jurisdictions that provide tax rate differentials (Allegany, Anne Arundel, Calvert, Caroline, Charles, Dorchester, Garrett, Harford, Prince George's, and Talbot counties).
- **Appendix 1** lists the municipalities by county.
- **Appendix 2** provides a listing of the tax differential and rebate amounts for each municipality in fiscal 2008 on a per capita basis.
- **Appendix 3** shows the population and real property tax rate for fiscal 2008 for each municipality.
- **Appendix 4** shows the number of municipal residents in each county.
- **Appendix 5** shows local government expenditures in fiscal 2005 for counties and municipalities. County expenditures include the local school systems, library boards, health departments, and local community colleges.

Summary of Findings

In Maryland, 17 of the 23 counties had property tax set-offs for municipalities in their jurisdictions in fiscal 2008. Of the 6 remaining counties, Baltimore and Howard counties have no municipalities, while Queen Anne's, Somerset, Wicomico, and Worcester counties chose not to establish tax set-offs. In fiscal 2008, tax differentials and rebates totaled \$80.9 million, a 20.8 percent increase over the prior year. Local funding for tax differentials and rebates in fiscal 2008 ranged from \$55,780 in St. Mary's County to \$23.5 million in Anne Arundel County. On a per capita basis, local funding ranged from less than \$1 in St. Mary's County to \$84 in Talbot County.

Six counties (Allegany, Anne Arundel, Calvert, Caroline, Charles, and Talbot) provided tax rate differentials totaling \$32.0 million for the municipalities in their jurisdictions. Seven counties (Carroll, Cecil, Frederick, Kent, Montgomery, St. Mary's, and Washington) returned to the municipalities rebates totaling \$18.9 million. Four counties (Dorchester, Garrett, Harford, and Prince George's) provided both tax differentials and rebates to their municipalities. Prince George's

County provided both tax rebates and tax rate differentials to its municipalities totaling \$21.9 million; as did Harford County, totaling \$7.6 million. Dorchester County provided tax rate differentials to Cambridge and Hurlock totaling \$193,000 and provided tax rebates to its other municipalities totaling \$6,000. Garrett County had tax rate differentials totaling \$236,000 for Oakland and Mountain Lake Park; in addition, the county provided a \$6,500 rebate to Kitzmiller. For each of the 17 counties providing tax set-offs in fiscal 2008, the tax set-off amount increased over the amounts provided in fiscal 2007.

The City of Annapolis (Anne Arundel County) received the largest tax differential amount in fiscal 2008. The county real property tax rate within the city was reduced by \$0.36 per \$100 of assessed value, resulting in a property tax revenue offset of \$23.5 million in fiscal 2008 or \$643 per city resident. Chesapeake Beach and North Beach (Calvert County) received the next largest tax differential amount, resulting in a property tax revenue offset of \$2.7 million. For a majority of municipalities in Maryland, the per capita tax differential or rebate amount is under \$75 per municipal resident. In 31 municipalities (19.4 percent), the county government did not grant either a tax differential or tax rebate. In 11 municipalities (6.9 percent), the tax differential or rebate amount exceeded \$200 per municipal resident.

Exhibit 2
2008 Survey on County/Municipal Tax Differentials and Rebates

County	Municipal Corporations	(1) Sec. 6-305	(2) Sec 6-306	Tax Differential	Tax Rebate
Allegany	Y	Y	N	Y	N
Anne Arundel	Y	Y	N	Y	N
Baltimore City	N	N	N	N	N
Baltimore	N	Y	N	N	N
Calvert	Y	N	Y	Y	N
Caroline	Y	N	Y	Y	N
Carroll	Y	N	Y	N	Y
Cecil	Y	N	Y	N	Y
Charles	Y	N	Y	Y	N
Dorchester	Y	N	Y	Y	Y
Frederick	Y	Y	N	N	Y
Garrett	Y	Y	N	Y	Y
Harford	Y	Y	N	Y	Y
Howard	N	Y	N	N	N
Kent	Y	N	Y	N	Y
Montgomery	Y	Y	N	N	Y
Prince George's	Y	Y	N	Y	Y
Queen Anne's	Y	N	Y	N	N
St. Mary's	Y	N	Y	N	Y
Somerset	Y	N	Y	N	N
Talbot	Y	N	Y	Y	N
Washington	Y	N	Y	N	Y
Wicomico	Y	N	Y	N	N
Worcester	Y	N	Y	N	N

Key: Y indicates yes; N indicates no

Note: (1) Sec. 6-305 of the Tax-Property Article requires an annual meeting between county and municipality. Property tax differentials or rebates are mandated if a municipality provides a service in lieu of similar county services.

(2) Sec. 6-306 of the Tax-Property Article requires an annual meeting between county and municipality, but property tax differentials or rebates are optional.

Source: Department of Legislative Services

Exhibit 3
Tax Differentials and Tax Rebates
Fiscal 2008

County	Tax Differential	Tax Rebate	Total
Allegany	\$967,408	\$0	\$967,408
Anne Arundel	23,536,241	0	23,536,241
Baltimore City	N/A	N/A	N/A
Baltimore	N/A	N/A	N/A
Calvert	2,696,158	0	2,696,158
Caroline	883,927	0	883,927
Carroll	0	2,145,793	2,145,793
Cecil	0	684,484	684,484
Charles	908,329	0	908,329
Dorchester	192,614	6,050	198,664
Frederick	0	6,581,698	6,581,698
Garrett	235,637	6,500	242,137
Harford	5,769,745	1,811,289	7,581,034
Howard	N/A	N/A	N/A
Kent	0	164,945	164,945
Montgomery	0	7,438,235	7,438,235
Prince George's	21,252,605	669,672	21,922,277
Queen Anne's	0	0	0
St. Mary's	0	55,780	55,780
Somerset	0	0	0
Talbot	3,046,713	0	3,046,713
Washington	0	1,821,506	1,821,506
Wicomico	0	0	0
Worcester	0	0	0
Total	\$59,489,377	\$21,385,952	\$80,875,330

N/A: indicates the jurisdiction has no municipalities

Source: Department of Legislative Services

Exhibit 4
Per Capita Tax Differential and Rebate Amount
Distribution Among Municipalities

<u>Per Capita Amount</u>	<u>Number of Municipalities</u>	<u>Percent of Total</u>
Over 500	4	2.5%
200-499	7	4.4%
100-199	17	10.6%
75-99	15	9.4%
50-74	18	11.3%
25-49	31	19.4%
1-24	37	23.1%
0	31	19.4%
Total	160	100.0%

Note: Four municipalities are located in multiple counties and are counted twice in this exhibit.

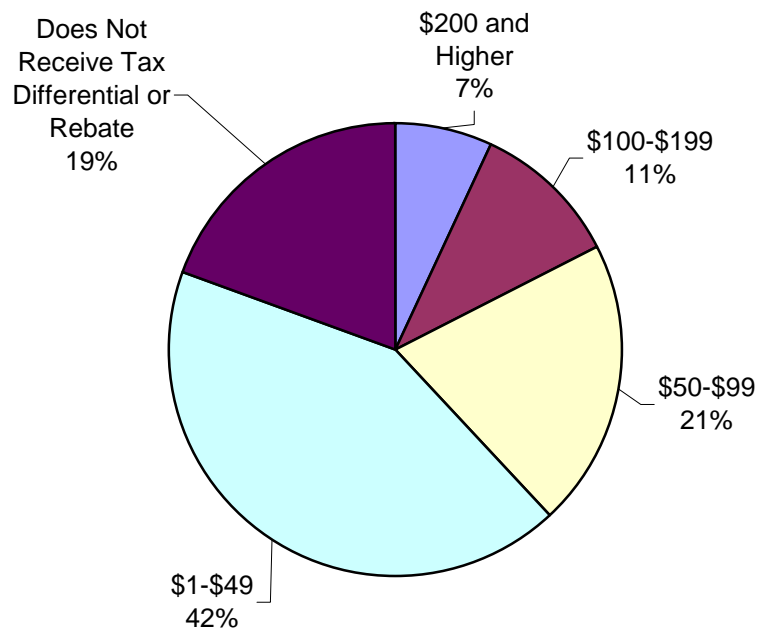


Exhibit 5
Tax Differentials and Tax Rebates
Per Capita Amounts for Largest Municipalities
Fiscal 2008

Jurisdiction	Population July 2007	Total Amount	Per Capita Amount	Rank
Aberdeen	13,984	\$2,607,040	\$186	5
Annapolis	36,603	23,536,241	643	1
Bel Air	9,884	2,593,148	262	2
Bladensburg	7,676	765,239	100	10
Bowie	53,193	1,036,376	19	22
Cambridge	11,796	188,277	16	24
College Park	26,607	436,395	16	23
Cumberland	20,676	677,957	33	18
Easton	14,379	2,267,090	158	9
Elkton	14,825	342,161	23	20
Frederick City	59,220	4,465,380	75	13
Frostburg	7,804	203,378	26	19
Gaithersburg	57,670	1,230,181	21	21
Greenbelt	21,559	3,966,068	184	7
Hagerstown	39,640	1,462,697	37	17
Havre de Grace	12,858	2,380,846	185	6
Hyattsville	15,598	3,185,156	204	4
La Plata	8,787	816,676	93	11
Laurel	21,619	4,421,271	205	3
Mt. Rainier	8,448	733,017	87	12
New Carrollton	12,635	608,540	48	14
Ocean City	7,100	0	0	26
Rockville	58,706	2,228,449	38	16
Salisbury	27,833	0	0	26
Takoma Park	17,477	2,950,069	169	8
Westminster	17,715	773,392	44	15

Source: Department of Legislative Services

Exhibit 6
Tax Differentials and Tax Rebates
Fiscal 2005-2007

County	Fiscal 2005			Fiscal 2006			Fiscal 2007		
	Differential	Rebate	Total	Differential	Rebate	Total	Differential	Rebate	Total
Allegany	\$854,776	\$0	\$854,776	\$815,009	\$0	\$815,009	\$931,935	\$0	\$931,935
Anne Arundel	14,989,779	0	14,989,779	16,524,487	0	16,524,487	19,614,189	0	19,614,189
Baltimore City	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Baltimore	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Calvert	1,646,325	0	1,646,325	2,002,378	0	2,002,378	2,365,852	0	2,365,852
Caroline	523,143	0	523,143	592,504	0	592,504	727,333	0	727,333
Carroll	0	1,784,749	1,784,749	0	2,130,555	2,130,555	0	2,048,180	2,048,180
Cecil	0	449,346	449,346	0	491,045	491,045	0	550,898	550,898
Charles	551,531	0	551,531	735,875	0	735,875	472,399	0	472,399
Dorchester	0	69,000	69,000	0	69,000	69,000	0	69,000	69,000
Frederick	0	4,798,018	4,798,018	0	5,405,180	5,405,180	0	6,012,915	6,012,915
Garrett	123,021	0	123,021	214,828	0	214,828	136,012	0	136,012
Harford	3,884,858	1,148,932	5,033,790	4,280,483	1,296,801	5,577,284	4,930,535	1,510,762	6,441,297
Howard	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Kent	0	113,071	113,071	0	128,508	128,508	0	148,245	148,245
Montgomery	0	6,017,711	6,017,711	0	7,256,887	7,256,887	0	7,438,235	7,438,235
Prince George's	11,737,024	553,994	12,291,018	13,619,026	669,672	14,288,698	15,416,163	669,672	16,085,835
Queen Anne's	0	0	0	0	0	0	0	0	0
St. Mary's	0	48,936	48,936	0	55,370	55,370	0	53,796	53,796
Somerset	0	0	0	0	0	0	0	0	0
Talbot	1,390,022	0	1,390,022	1,806,947	0	1,806,947	2,301,956	0	2,301,956
Washington	0	1,269,622	1,269,622	0	1,382,248	1,382,248	0	1,561,700	1,561,700
Wicomico	0	0	0	0	0	0	0	0	0
Worcester	0	0	0	0	0	0	0	0	0
Total	\$35,700,479	\$16,253,379	\$51,953,858	\$40,591,537	\$18,885,266	\$59,476,803	\$46,896,374	\$20,063,403	\$66,959,777

N/A: indicates the jurisdiction has no municipalities

Source: Department of Legislative Services

Exhibit 7
Changes in Tax Differentials and Tax Rebates
Fiscal 2007 and 2008

County	FY 2007	FY 2008	Difference	% Difference
Allegany	\$931,935	\$967,408	\$35,473	3.8%
Anne Arundel	19,614,189	23,536,241	3,922,052	20.0%
Baltimore City	N/A	N/A	N/A	N/A
Baltimore	N/A	N/A	N/A	N/A
Calvert	2,365,852	2,696,158	330,306	14.0%
Caroline	727,333	883,927	156,594	21.5%
Carroll	2,048,180	2,145,793	97,613	4.8%
Cecil	550,898	684,484	133,586	24.2%
Charles	472,399	908,329	435,930	92.3%
Dorchester	69,000	198,664	129,664	187.9%
Frederick	6,012,915	6,581,698	568,783	9.5%
Garrett	136,012	242,137	106,125	78.0%
Harford	6,441,297	7,581,034	1,139,737	17.7%
Howard	N/A	N/A	N/A	N/A
Kent	148,245	164,945	16,700	11.3%
Montgomery	7,438,235	7,438,235	0	0.0%
Prince George's	16,085,835	21,922,277	5,836,442	36.3%
Queen Anne's	0	0	0	0.0%
St. Mary's	53,796	55,780	1,984	3.7%
Somerset	0	0	0	0.0%
Talbot	2,301,956	3,046,713	744,757	32.4%
Washington	1,561,700	1,821,506	259,806	16.6%
Wicomico	0	0	0	0.0%
Worcester	0	0	0	0.0%
Total	\$66,959,777	\$80,875,330	\$13,915,553	20.8%

N/A: indicates the jurisdiction has no municipalities

Source: Department of Legislative Services

Exhibit 8
Changes in Tax Differentials and Tax Rebates
Over a Five-year Period

County	FY 2003	FY 2008	Difference	% Difference
Allegany	\$972,982	\$967,408	-5,574	-0.6%
Anne Arundel	12,282,326	23,536,241	11,253,915	91.6%
Baltimore City	N/A	N/A	N/A	N/A
Baltimore	N/A	N/A	N/A	N/A
Calvert	1,372,386	2,696,158	1,323,772	96.5%
Caroline	438,267	883,927	445,660	101.7%
Carroll	1,572,532	2,145,793	573,261	36.5%
Cecil	372,388	684,484	312,096	83.8%
Charles	365,109	908,329	543,220	148.8%
Dorchester	69,000	198,664	129,664	187.9%
Frederick	3,817,236	6,581,698	2,764,462	72.4%
Garrett	140,141	242,137	101,996	72.8%
Harford	4,703,112	7,581,034	2,877,922	61.2%
Howard	N/A	N/A	N/A	N/A
Kent	88,189	164,945	76,756	N/A
Montgomery	4,851,553	7,438,235	2,586,682	53.3%
Prince George's	11,648,538	21,922,277	10,273,739	88.2%
Queen Anne's	0	0	0	0.0%
St. Mary's	45,487	55,780	10,293	22.6%
Somerset	0	0	0	0.0%
Talbot	319,179	3,046,713	2,727,534	854.5%
Washington	1,121,885	1,821,506	699,621	62.4%
Wicomico	0	0	0	0.0%
Worcester	0	0	0	0.0%
Total	\$44,180,310	\$80,875,330	\$36,695,020	83.1%

N/A: indicates the jurisdiction has no municipalities

Source: Department of Legislative Services

Exhibit 9
County Assessable Base for Municipalities with a Tax Rate Differential
Fiscal 2008

	<u>Real</u> <u>Property Base</u>	<u>Personal</u> <u>Property Base</u>	<u>Total</u> <u>Assessable Base</u>
Allegany County			
Barton	\$9,443,790	\$565,060	\$10,008,850
Cumberland	715,616,189	80,691,030	796,307,219
Frostburg	252,604,660	16,343,110	268,947,770
Lonaconing	21,186,060	2,456,550	23,642,610
Luke	62,646,060	6,014,460	68,660,520
Midland	9,323,750	518,800	9,842,550
Westernport	45,569,060	2,423,290	47,992,350
Anne Arundel County			
Annapolis	6,148,088,130	155,902,680	6,303,990,810
Calvert County			
Chesapeake Beach	595,404,930	6,494,000	601,898,930
North Beach	188,177,295	1,044,280	189,221,575
Caroline County			
Denton	308,698,600	12,684,850	321,383,450
Federalsburg	150,849,308	45,604,320	196,453,628
Goldsboro	10,904,729	2,591,290	13,496,019
Greensboro	100,381,315	2,874,620	103,255,935
Henderson	3,945,541	137,210	4,082,751
Hillsboro	8,319,620	162,640	8,482,260
Marydel	5,462,855	461,660	5,924,515
Preston	59,714,482	4,028,300	63,742,782
Ridgely	107,052,610	5,305,340	112,357,950
Templeville	1,095,693	31,180	1,126,873
Charles County			
Indian Head	261,865,440	4,205,030	266,070,470
LaPlata	1,060,618,257	36,497,330	1,097,115,587
Port Tobacco	2,630,798	79,340	2,710,138
Dorchester County			
Brookview	3,159,012	39,720	3,198,732
Cambridge	753,106,260	50,127,920	803,234,180
Church Creek	9,055,904	124,240	9,180,144
East New Market	19,574,613	258,480	19,833,093
Eldorado	2,687,920	30,280	2,718,200
Galestown	6,538,800	1,311,010	7,849,810
Hurlock	108,435,166	38,752,270	147,187,436
Secretary	28,117,518	1,814,160	29,931,678
Vienna	16,835,399	1,144,860	17,980,259

Exhibit 9 (continued)

	<u>Real Property Base</u>	<u>Personal Property Base</u>	<u>Total Assessable Base</u>
Garrett County			
Kitzmiller	\$5,178,672	\$989,900	\$6,168,572
Mountain Lake Park	75,751,070	1,181,230	76,932,300
Oakland	115,338,160	55,339,410	170,677,570
Harford County			
Aberdeen	1,126,179,538	58,514,340	1,184,693,878
Bel Air	1,036,391,516	77,909,240	1,114,300,756
Havre de Grace	1,122,937,949	28,794,580	1,151,732,529
Prince George's County			
Berwyn Heights	358,913,700	20,231,390	379,145,090
Bladensburg	408,551,104	19,900,260	428,451,364
Bowie	5,976,788,544	113,379,180	6,090,167,724
Brentwood	222,374,259	3,694,340	226,068,599
Capitol Heights	298,536,822	6,536,450	305,073,272
Cheverly	654,561,630	16,744,320	671,305,950
College Park	2,041,067,851	73,755,470	2,114,823,321
Colmar Manor	107,671,010	2,129,100	109,800,110
Cottage City	103,038,892	3,969,920	107,008,812
District Heights	424,986,802	4,250,900	429,237,702
Eagle Harbor	5,137,870	32,410	5,170,280
Edmonston	149,514,478	5,045,180	154,559,658
Fairmount Heights	114,063,210	1,251,470	115,314,680
Forest Heights	216,755,274	2,628,630	219,383,904
Glenarden	418,858,120	4,727,630	423,585,750
Greenbelt	2,133,710,910	78,202,470	2,211,913,380
Hyattsville	1,739,698,697	78,292,040	1,817,990,737
Landover Hills	125,205,020	2,393,110	127,598,130
Laurel	2,007,730,590	90,478,890	2,098,209,480
Morningside	107,840,130	1,272,770	109,112,900
Mount Rainier	431,644,230	4,170,800	435,815,030
New Carrollton	885,374,340	11,759,810	897,134,150
North Brentwood	51,447,938	952,430	52,400,368
Riverdale Park	546,655,534	12,578,600	559,234,134
Seat Pleasant	289,965,200	5,749,170	295,714,370
University Park	384,003,012	1,843,140	385,846,152
Upper Marlboro	76,231,900	15,102,960	91,334,860
Talbot County			
Easton	1,762,324,553	14,550,400	1,776,874,953
Oxford	337,694,545	902,660	338,597,205
Queen Anne	5,982,270	82,180	6,064,450
St. Michaels	267,964,770	2,172,340	270,137,110
Trappe	91,483,932	482,160	91,966,092

Source: State Department of Assessments and Taxation

Tax Differentials/Tax Rebates by County

Allegany County

During fiscal 2008 Allegany County provided a tax rate differential to all of its seven municipalities for performing governmental services in areas including planning and zoning, and police protection, public works, highway maintenance, the Upper Potomac River Commission, solid waste disposal, and capital highway projects. The rates are determined by calculating the net property tax support of each area of service and dividing it by the amount of revenue generated by \$0.9829 of property tax levy. The estimated value of the tax differentials in fiscal 2008 is approximately \$1 million.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Personal Property Tax Rate Differential</u>	<u>Differential Amount</u>
Barton	\$0.0278	\$0.0695	\$3,018
Cumberland	0.0739	0.1848	677,957
Frostburg	0.0693	0.1733	203,378
Lonaconing	0.0496	0.1240	13,554
Luke	0.0527	0.1318	40,942
Midland	0.0278	0.0694	2,952
Westernport	0.0496	0.1240	25,607
Total			\$967,408

Anne Arundel County

Anne Arundel County set a tax rate differential of \$0.36 for real property and \$0.90 for personal property for the City of Annapolis in fiscal 2008 for providing a variety of services that the county performs outside the city limits, including police protection, fire, public works, and parks and recreation. The estimated value of the tax differential in fiscal 2008 is \$23.5 million. Highland Beach, the other incorporated municipality in Anne Arundel County, did not receive a tax differential because such services are not performed by the town. In calculating the tax rate differential, several steps were involved. First, county spending was allocated into countywide (*e.g.*, education) and non-city (*e.g.*, police) categories. Second, all county revenues, except property taxes, are allocated to offset the cost of either countywide or non-city services. Third, costs that are offset are used to calculate countywide and non-city property tax rates. Finally, this non-city property tax rate serves as the Annapolis tax rate differential.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Personal Property Tax Rate Differential</u>	<u>Differential Amount</u>
Annapolis	\$0.3600	\$0.9000	\$23,536,241

Baltimore County

There are no incorporated municipalities in Baltimore County.

Calvert County

Calvert County provided a tax rate differential for its two municipalities for public safety, public works, parks and recreation, and economic development. In fiscal 2008, these tax differentials totaled approximately \$2.7 million. The county periodically assesses the reasonableness of the differential by calculating the net cost to the municipalities of providing duplicative public services and what the net cost to the county would be to provide the same services for the municipality. These costs are used with property assessment data to calculate a range within which the tax rate differential should fall. If the differential falls within the range, the county advises that it be left as is.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Personal Property Tax Rate Differential</u>	<u>Differential Amount</u>
Chesapeake Beach	\$0.3360	\$0.8400	\$2,055,110
North Beach	0.3360	0.8400	641,048
Total			\$2,696,158

Caroline County

Pursuant to Section 166-48 of the Caroline County code, property tax rebates were discontinued in 1997. Rebates were replaced by a tax rate differential of (1) \$0.12 on property in municipalities that provide water and/or sewer services; and (2) \$0.04 on property in all other municipalities. Caroline County does not provide a tax differential for personal property. In fiscal 2008, Caroline County provided tax differentials totaling an estimated \$0.9 million.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Differential Amount</u>
Denton	\$0.1200	\$370,438
Federsburg	0.1200	181,019
Goldsboro	0.0400	4,362
Greensboro	0.1200	120,458
Henderson	0.0400	1,578
Hillsboro	0.0400	3,328
Marydel	0.0400	2,185
Preston	0.1200	71,657
Ridgely	0.1200	128,463
Templeville	0.0400	438
Total		\$883,927

Carroll County

Carroll County provided its eight municipalities with tax rebates totaling \$2.1 million in fiscal 2008 in accordance with a long-standing agreement between the county and the municipalities. The funding is allocated to each of the municipalities based in part on assessable base and population and may be used however the municipalities choose. The per capita allocation amount was \$43.2222 (this amount increases each year by the change in the CPI). The tax rebates were distributed as follows:

<u>Municipality</u>	<u>Rebate Amount</u>
Hampstead	\$303,565
Manchester	213,920
Mount Airy	138,178
New Windsor	69,409
Sykesville	238,280
Taneytown	343,521
Union Bridge	65,528
Westminster	773,392
Total	\$2,145,793

Cecil County

Cecil County returned to its eight municipalities a general rebate equivalent to \$0.028 per \$100 of assessed property values for police protection, street maintenance, and street lighting. In addition, the county made rebate payments to its municipalities totaling \$129,127 in order to offset the cost of refuse and garbage collection. The trash rebate is based on the average tons per capita of refuse deposited in the county landfill (\$7.50 per ton x 0.75 tons per capita x population). The total rebate amount municipalities in Cecil County received in fiscal 2008 was \$0.7 million. The amounts were distributed as follows:

<u>Municipality</u>	<u>General Rebate</u>	<u>Trash Rebate</u>	<u>Total</u>
Cecilton	\$10,488	\$2,666	\$13,154
Charlestown	25,954	5,732	31,686
Chesapeake City	18,526	4,427	22,953
Elkton	275,263	66,898	342,161
North East	63,176	15,373	78,549
Perryville	99,903	20,655	120,558
Port Deposit	14,753	3,803	18,555
Rising Sun	47,295	9,574	56,869
Total	\$555,358	\$129,127	\$684,484

Charles County

Charles County provided a real property tax rate differential to La Plata and Indian Head totaling an estimated \$0.9 million for performing government services in the areas of planning and growth management, police services, parks, and public works. The rate was determined by calculating the expenditures funded by property taxes for parallel services provided by the municipality and dividing this amount by the town's assessable base. The Town of Port Tobacco received neither a tax differential nor a tax rebate as the town did not perform any services in lieu of those performed by the county.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Differential Amount</u>
Indian Head	0.0350	\$91,653
La Plata	0.0770	816,676
Total		\$908,329

Dorchester County

In fiscal 2008, two of Dorchester County's nine municipalities, Cambridge and Hurlock, received tax rate differentials totaling almost \$200,000. The county's other municipalities received tax rebates totaling \$6,050. The tax differentials and rebates are provided to compensate the municipalities for providing duplicative services including police and planning and zoning. The tax rate differentials were calculated by multiplying the net cost to the county of providing the services by the percentage of those costs funded by real property taxes and the percentage of the county's assessable property base located in each municipality. The tax rebate amounts are based on historical funding levels established by the county government.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Differential Amount</u>	<u>Rebate Amount</u>	<u>Total</u>
Brookview	\$0.0000	0	\$450	\$450
Cambridge	0.0250	\$188,277	0	188,277
Church Creek	0.0000	0	425	425
East New Market	0.0000	0	1,350	1,350
Eldorado	0.0000	0	425	425
Galestown	0.0000	0	700	700
Hurlock	0.0040	4,337	0	4,337
Secretary	0.0000	0	1,350	1,350
Vienna	0.0000	0	1,350	1,350
Total		\$192,614	\$6,050	\$198,664

Frederick County

Frederick County provided tax rebates totaling \$6.6 million in fiscal 2008 to all 12 of its municipalities for police protection, planning and zoning, parks and recreation, and highway services. The tax rebates were determined by calculating a certain factor (called a CAP factor), which is based on the municipalities' total taxable income, assessable base, and population compared to the county's total taxable income, assessable base, and population. The net expenditures for each of the duplicative services were then calculated. For police protection and planning and zoning, the net expenditures were used to calculate the cost of these services per capita for the municipality. For highways, cost per mile was calculated, and for parks and recreation, cost per acre of parkland maintained was calculated. The county then compared the per capita (or per mile or acre) calculation to the net cost of the service multiplied by the CAP factor. The lesser of the two calculations was the total amount to be distributed among the municipalities. The total amounts distributed for police and planning and zoning services were allocated among the municipalities based on population. For highways, allocations were based on highway mileage. For parks, a portion of the total funds were allocated according to levels set in fiscal 2003 based on population, and the rest of the funds were allocated based on park acreage in each municipality. The total tax rebate amounts were as follows:

<u>Municipality</u>	<u>Rebate Amount</u>
Brunswick	\$441,150
Burkittsville	1,041
Emmitsburg	210,111
Frederick	4,465,380
Middletown	283,529
Mount Airy	236,248
Myersville	100,475
New Market	18,569
Rosemont	9,688
Thurmont	469,364
Walkersville	330,768
Woodsboro	15,375
Total	\$6,581,698

Garrett County

In fiscal 2008, Garrett County provided a tax rate differential to two municipalities, Mountain Lake Park and Oakland. The tax differentials are granted for highways and street expenditures in Mountain Lake Park and for highways, streets, and police expenditures in Oakland. The tax rate differential of \$0.075 per \$100 of assessed value for Oakland was set in a May 2002 agreement between the governments of Oakland and Garrett County. The calculation methodology for the tax rate differential for Mountain Lake Park is equal to the town property tax rate multiplied by the assessable base of each Garrett County government entity located within Mountain Lake Park

that the county has authority over or to which the county appropriates funding divided by the total assessable base of the town. Additionally, there is a utility property tax rate differential of \$0.1450 in Mountain Lake Park and \$0.1875 in Oakland. The total estimated value of the tax differentials in Garrett County is \$0.2 million. Finally, the county provided a tax rebate of \$6,500 to the town of Kitzmiller in fiscal 2008 for the actual cost of paving a bus turn-around.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Differential Amount</u>	<u>Rebate Amount</u>	<u>Total</u>
Kitzmiller	\$0.0000	\$0	\$6,500	\$6,500
Mountain Lake Park	0.0580	45,648	0	45,648
Oakland	0.0750	189,988	0	189,988
Total		\$235,637	\$6,500	\$242,137

Harford County

Harford County provided a tax differential for its three municipalities for services performed in the area of road maintenance. The differential is based on the county's highway property tax rate that is imposed on property located outside of the county's three incorporated towns. The fiscal 2008 total estimated value of the Harford County tax rate differentials were approximately \$5.8 million. The county also provided \$1.8 million in tax rebates to its municipalities for police services. The tax rebates are calculated by multiplying the county's net expenses for police protection by the percentage of general fund expenditures funded by property taxes. The resulting amount is then allocated among the municipalities based on the percentage of the county's total assessable property tax base located in each municipality.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Personal Property Tax Rate Differential</u>	<u>Differential Amount</u>	<u>Rebate Amount</u>	<u>Total</u>
Aberdeen	\$0.156	\$0.390	\$1,985,046	\$621,994	\$2,607,040
Bel Air	0.156	0.390	1,920,617	672,531	2,593,148
Havre de Grace	0.156	0.390	1,864,082	516,764	2,380,846
Total			\$5,769,745	\$1,811,289	\$7,581,034

Howard County

There are no incorporated municipalities in Howard County.

Kent County

In fiscal 2008, Kent County provided a tax rebate to its five municipalities totaling approximately \$165,000 in order to compensate the municipalities for parallel solid waste disposal services. The rebate is equivalent to \$0.02 per \$100 of the jurisdiction's assessable base. The

county began providing a tax rebate to its municipalities in fiscal 2004; prior to that, the county provided its municipal residents with a tax rate differential.

<u>Municipality</u>	<u>Rebate Amount</u>
Betterton	\$10,772
Chestertown	96,035
Galena	9,018
Millington	5,151
Rock Hall	43,969
Total	\$164,945

Montgomery County

Montgomery County provided tax rebates totaling approximately \$7.5 million to 17 municipalities and 3 special taxing districts in fiscal 2008. Barnesville and Chevy Chase, Section V, were the only municipalities that did not receive a tax rebate in fiscal 2008. Approximately 53 percent of the county tax rebates, or \$4 million, were for tax-supported road reimbursements. In addition, Takoma Park received \$2.3 million for police services and crossing guards. Five communities¹ received a total of \$193,191 for park maintenance. Gaithersburg and Rockville received a total of \$129,065 for animal control, with Rockville receiving an additional \$133,005 for the Human Relations Commission. Three communities² received a total of \$104,548 for elderly services. The Town of Chevy Chase received \$1,524 for board of appeals and hearing examiner expenses. Tax rebates for Takoma Park were reduced by \$50,000 to reflect debt repayments for revitalization of the Pinecrest area. This is an annual amount which is scheduled to increase to \$55,000 beginning in fiscal 2009. The current methodology and reasons for the rebates have been in place since 1996.

¹ Chevy Chase Sec. III, Town of Chevy Chase, Friendship Heights, Kensington, and Takoma Park.

² Friendship Heights, Gaithersburg, and Rockville.

<u>Municipality</u>	<u>Rebate Amount</u>
Barnesville	\$0
Brookeville	7,158
Chevy Chase, Sec. III	32,322
Chevy Chase, Sec. V	0
Chevy Chase View	43,460
Chevy Chase Village	105,837
Town of Chevy Chase	137,187
Drummond*	4,857
Friendship Heights*	86,993
Gaithersburg	1,230,181
Garrett Park	50,106
Glen Echo	21,858
Kensington	144,800
Laytonsville	13,677
Martin's Additions	28,249
North Chevy Chase	25,181
Oakmont*	3,451
Poolesville	221,771
Rockville	2,228,449
Somerset	55,335
Takoma Park	2,950,069
Washington Grove	47,294
Total	\$7,438,235

*denotes a special taxing district

Prince George's County

In fiscal 2008, Prince George's County provided its 27 municipalities with tax differentials valued at an estimated \$21.3 million and tax rebates totaling approximately \$0.7 million. County law requires the cost for each service for each municipality identified in the prior year county budget to be assigned a tax rate equivalency value after adjustments are made to offset revenue directly allocated to a specific service. The aggregate town requests for "in lieu of" service credit, as certified by the county, are translated into a dollar value. This dollar value is calculated by totaling the products of the tax rate equivalent cost of the service multiplied by each municipality's assessable base. Each of these net service values is then reduced to reflect the portion of each county service paid for by the property tax levy. The sum of the tax rate values of the duplicative services constitutes the calculated tax rate differential for each municipality. The county uses a three-year rolling average in applying the calculated tax differentials in order to provide stability to municipal residents' county tax rates in the event of rate changes due to county services

reorganization, economic fluctuations, or other factors. The county also provides tax rebates for solid waste collection and code enforcement.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Personal Property Tax Rate Differential</u>	<u>Differential Amount</u>	<u>Rebate Amount</u>	<u>Total</u>
Berwyn Heights	\$0.1550	\$0.3660	\$630,363	\$8,231	\$638,594
Bladensburg	0.1630	0.3860	742,753	22,486	765,239
Bowie	0.0140	0.0330	874,166	162,210	1,036,376
Brentwood	0.0220	0.0520	50,843	8,379	59,222
Capitol Heights	0.1400	0.3310	439,587	10,723	450,310
Cheverly	0.1470	0.3480	1,020,476	20,883	1,041,359
College Park	0.0160	0.0380	354,598	81,797	436,395
Colmar Manor	0.0280	0.0660	31,553	3,483	35,036
Cottage City	0.1420	0.3360	159,654	3,446	163,100
District Heights	0.1500	0.3540	652,528	22,500	675,028
Eagle Harbor	0.0050	0.0110	260	143	403
Edmonston	0.1490	0.3520	240,536	3,343	243,879
Fairmount Heights	0.0830	0.1950	97,113	3,908	101,021
Forest Heights	0.1110	0.2630	247,512	7,997	255,509
Glenarden	0.1290	0.3040	554,699	16,371	571,070
Greenbelt	0.1680	0.3970	3,895,098	70,970	3,966,068
Hyattsville	0.1630	0.3850	3,137,133	48,023	3,185,156
Landover Hills	0.1560	0.3680	204,126	5,644	209,770
Laurel	0.1960	0.4630	4,354,069	67,202	4,421,271
Morningside	0.1410	0.3330	156,293	4,251	160,544
Mount Rainier	0.1610	0.3810	710,838	22,179	733,017
New Carrollton	0.0630	0.1470	575,073	33,467	608,540
North Brentwood	0.0110	0.0250	5,897	1,428	7,325
Riverdale Park	0.1660	0.3930	956,882	17,335	974,217
Seat Pleasant	0.1500	0.3560	455,415	14,942	470,357
University Park	0.1510	0.3570	586,425	6,254	592,679
Upper Marlboro	0.1060	0.2510	118,714	2,077	120,791
Total			\$21,252,605	\$669,672	\$21,922,277

Queen Anne's County

Queen Anne's County did not provide tax set-offs to its municipalities in fiscal 2008.

St. Mary's County

St. Mary's County provided a tax rebate in the amount of \$55,780 to the Town of Leonardtown in fiscal 2008 to offset taxes for duplicative services such as planning and zoning, road maintenance, and public works. The rebate is based on the assessed value of county owned tax exempt property within the town's corporate limits and the amount of property taxes due for those properties.

<u>Municipality</u>	<u>Rebate Amount</u>
Leonardtown	\$55,780

Somerset County

Somerset County did not provide tax set-offs to its municipalities in fiscal 2008.

Talbot County

In fiscal 2008, Talbot County provided a tax rate differential totaling an estimated \$3 million to its five municipalities for performing governmental services in the areas of planning and zoning, police protection, building code enforcement, and parks and recreation. The county established tax rate differentials based on a “county cost for parallel services” formula up until fiscal 2000, when, in addition to the formula, annual adjustments began to be made based on a constant yield calculation. In recent years, the adjusted tax differential has resulted in county property tax revenues generated within the municipalities remaining at or below constant yield. Talbot County does not provide a tax differential for personal property; however, the county provides a tax rate differential for utility property.

<u>Municipality</u>	<u>Real Property Tax Rate Differential</u>	<u>Utility Tax Rate Differential</u>	<u>Differential Amount</u>
Easton	\$0.1260	\$0.3200	\$2,267,090
Oxford	0.1100	0.2800	373,991
Queen Anne	0.0550	0.1400	3,405
St. Michaels	0.1200	0.3000	328,075
Trappe	0.0800	0.2000	74,151
Total			\$3,046,713

Washington County

Washington County provided tax rebates to its nine municipalities for providing police protection, road maintenance, and park maintenance. For each service, the county calculates net expenses and then calculates an expense (1) per mile for highways; (2) per capita for police; and (3) per acre for parks. The municipalities receive the lesser of this formula distribution or the CAP distribution. The CAP distribution is an amount based on the municipalities’ total taxable income, assessable base, and population compared to the county’s total taxable income, assessable base, and population. Clear Spring is paid a minimum of \$3,000. The fiscal 2008 rebates totaled approximately \$1.8 million.

<u>Municipality</u>	<u>Rebate Amount</u>
Boonsboro	\$111,755
Clear Spring	3,000
Funkstown	6,949
Hagerstown	1,462,697
Hancock	68,776
Keedysville	3,407
Sharpsburg	4,885
Smithsburg	85,561
Williamsport	74,476
Total	\$1,821,506

Wicomico County

Wicomico County did not provide tax set-offs to its municipalities in fiscal 2008.

Worcester County

Worcester County did not provide tax set-offs to its municipalities in fiscal 2008.

Appendices

Appendix 1

Incorporated Cities and Towns in Maryland

<u>County</u>	<u>Year</u>	<u>Chapter/ Referendum</u>	<u>County</u>	<u>Year</u>	<u>Chapter/ Referendum</u>
Allegany			Cecil		
Barton	1900	Ch. 729	Cecilton	1864	Ch. 353
Cumberland	1815	Ch. 136	Charlestown	1786	Ch. 20
Frostburg	1839	Ch. 179	Chesapeake City	1849	Ch. 271
Lonaconing	1890	Ch. 132	Elkton	1821	Ch. 143
Luke	1922	Ch. 73	North East	1849	Ch. 339
Midland	1900	Ch. 681	Perryville	1882	Ch. 212
Westernport	1858	Ch. 54	Port Deposit	1824	Ch. 33
			Rising Sun	1860	Ch. 383
Anne Arundel			Charles		
Annapolis	1708	Ch. 7	Indian Head	1920	Ch. 590
Highland Beach	1922	Ch. 213	La Plata	1888	Ch. 325
			Port Tobacco	1888	Ch. 297
Baltimore			Dorchester		
None			Brookview	1953	Ch. 704
Calvert			Cambridge	1793	Ch. 66
Chesapeake Beach	1886	Ch. 203	Church Creek	1867	Ch. 53
North Beach	1910	Ch. 395	East New Market	1832	Ch. 167
Caroline			Eldorado	1947	Ch. 313
Denton	1802	Ch. 25	Galestown	1951	Ch. 92
Federalburg	1823	Ch. 174	Hurlock	1892	Ch. 249
Goldsboro	1906	Ch. 87	Secretary	1900	Ch. 555
Greensboro	1826	Ch. 97	Vienna	1833	Ch. 216
Henderson	1949	Ch. 498	Frederick		
Hillsboro	1853	Ch. 161	Brunswick	1890	Ch. 577
Marydel	1929	Ch. 38	Burkittsville	1894	Ch. 652
Preston	1892	Ch. 689	Emmitsburg	1824	Ch. 29
Ridgely	1896	Ch. 178	Frederick	1816	Ch. 74
Templeville (also in Queen Anne's)	1865	Ch. 86	Middletown	1833	Ch. 143
Carroll			Mount Airy	1894	Ch. 91
Hampstead	1888	Ch. 295	(also in Carroll)		
Manchester	1833	Ch. 193	Myersville	1904	Ch. 94
Mount Airy (also in Frederick)	1894	Ch. 91	New Market	1878	Ch. 90
New Windsor	1843	Ch. 47	Rosemont	1953	Ch. 262
Sykesville	1904	Ch. 256	Thurmont	1894	Ch. 16
Taneytown	1836	Ch. 309	Walkersville	1892	Ch. 351
Union Bridge	1872	Ch. 174	Woodsboro	1836	Ch. 299
Westminster	1818	Ch. 128			

<u>County</u>	<u>Year</u>	<u>Chapter/ Referendum</u>	<u>County</u>	<u>Year</u>	<u>Chapter/ Referendum</u>
Garrett			Prince George's		
Accident	1916	Ch. 514	Berwyn Heights	1896	Ch. 267
Deer Park	1884	Ch. 519	Bladensburg	1854	Ch. 137
Friendsville	1902	Ch. 477	Bowie	1882	Ch. 488
Grantsville	1864	Ch. 99	Brentwood	1912	Ch. 401
Kitzmillier	1906	Ch. 285	Capitol Heights	1910	Ch. 513
Loch Lynn Heights	1896	Ch. 450	Cheverly	1931	Ch. 200
Mountain Lake Park	1931	Ch. 507	College Park	1945	Ch. 1051
Oakland	1862	Ch. 250	Colmar Manor	1927	Ch. 178
Harford			Cottage City	1924	Ch. 390
Aberdeen	1892	Ch. 136	District Heights	1936	Ch. 61
Bel Air	1874	Ch. 273	Eagle Harbor	1929	Ch. 397
Havre de Grace	1785	Ch. 55	Edmonston	1924	Ch. 154
Howard			Fairmount Heights	1935	Ch. 199
None			Forest Heights	1949	Ch. 142
Kent			Glenarden	1939	Ch. 650
Betterton	1906	Ch. 227	Greenbelt	1937	Ch. 532
Chestertown	1805	Ch. 271	Hyattsville	1886	Ch. 424
Galena	1858	Ch. 373	Landover Hills	1945	Ch. 465
Millington (also in Queen Anne's)	1890	Ch. 386	Laurel	1870	Ch. 260
Rock Hall	1908	Ch. 171	Morningside	1949	Ch. 589
Montgomery			Mount Rainier	1910	Ch. 514
Barnesville	1888	Ch. 254	New Carrollton	1953	Ch. 441
Brookeville	1808	Ch. 90	North Brentwood	1924	Ch. 508
Chevy Chase	1918	Ch. 177	Riverdale Park	1920	Ch. 731
Chevy Chase, Sec. 3	1982	Referendum	Seat Pleasant	1931	Ch. 197
Chevy Chase, Sec. 5	1982	Referendum	University Park	1936	Ch. 132
Chevy Chase View	1993	Referendum	Upper Marlboro	1870	Ch. 363
Chevy Chase Village	1910	Ch. 382	Queen Anne's		
Gaithersburg	1878	Ch. 397	Barclay	1931	Ch. 483
Garrett Park	1898	Ch. 453	Centreville	1794	Ch. 23
Glen Echo	1904	Ch. 436	Church Hill	1876	Ch. 201
Kensington	1894	Ch. 621	Millington (also in Kent)	1890	Ch. 386
Laytonsville	1892	Ch. 497	Queen Anne (also in Talbot)	1953	Ch. 17
Martin's Additions	1985	Referendum	Queenstown	1892	Ch. 542
North Chevy Chase	1996	Referendum	Sudlersville	1870	Ch. 313
Poolesville	1867	Ch. 174	Templeville	1865	Ch. 86
Rockville	1860	Ch. 373	St. Mary's		
Somerset	1906	Ch. 795	Leonardtwn	1858	Ch. 73
Takoma Park	1890	Ch. 480			
Washington Grove	1937	Ch. 372			

<u>County</u>	<u>Year</u>	<u>Chapter/ Referendum</u>	<u>County</u>	<u>Year</u>	<u>Chapter/ Referendum</u>
Somerset			Wicomico		
Crisfield	1872	Ch. 151	Delmar	1888	Ch. 167
Princess Anne	1894	Ch. 543	Fruitland	1947	Ch. 662
Talbot			Hebron	1931	Ch. 90
Easton	1790	Ch. 14	Mardela Springs	1906	Ch. 325
Oxford	1852	Ch. 367	Pittsville	1906	Ch. 499
Queen Anne (also in Queen Anne's)	1953	Ch. 17	Salisbury	1854	Ch. 287
St. Michaels	1804	Ch. 82	Sharptown	1874	Ch. 465
Trappe	1827	Ch. 103	Willards	1906	Ch. 195
Washington			Worcester		
Boonsboro	1831	Ch. 139	Berlin	1868	Ch. 424
Clear Spring	1836	Ch. 141	Ocean City	1880	Ch. 209
Funkstown	1840	Ch. 78	Pocomoke City	1878	Ch. 253
Hagerstown	1813	Ch. 121	Snow Hill	1812	Ch. 72
Hancock	1853	Ch. 319			
Keedysville	1872	Ch. 251			
Sharpsburg	1832	Ch. 28			
Smithsburg	1841	Ch. 284			
Williamsport	1823	Ch. 125			

Source: Maryland State Archives; Department of Legislative Services

Appendix 2

Tax Differentials and Rebates on a Per Capita Basis

Fiscal 2008

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>Tax Differential</u>	<u>Tax Rebate</u>	<u>Total Amount</u>	<u>Per Capita Amount</u>
Allegany	72,594				
Barton	457	\$3,018	\$0	\$3,018	\$7
Cumberland	20,676	677,957	0	677,957	33
Frostburg	7,804	203,378	0	203,378	26
Lonaconing	1,138	13,554	0	13,554	12
Luke	74	40,942	0	40,942	553
Midland	445	2,952	0	2,952	7
Westernport	1,966	25,607	0	25,607	13
Anne Arundel	512,154				
Annapolis	36,603	\$23,536,241	\$0	\$23,536,241	\$643
Highland Beach	110	0	0	0	0
Baltimore City	637,455	\$0	\$0	\$0	\$0
Baltimore	788,994	\$0	\$0	\$0	\$0
Hampstead*	1	0	0	0	0
Calvert	88,223				
Chesapeake Beach	3,394	\$2,055,110	\$0	\$2,055,110	\$606
North Beach	1,869	641,048	0	641,048	343
Caroline	32,910				
Denton	3,833	\$370,438	\$0	\$370,438	\$97
Federalsburg	2,611	181,019	0	181,019	69
Goldsboro	211	4,362	0	4,362	21
Greensboro	1,967	120,458	0	120,458	61
Henderson	121	1,578	0	1,578	13
Hillsboro	157	3,328	0	3,328	21
Marydel	142	2,185	0	2,185	15
Preston	671	71,657	0	71,657	107
Ridgely	1,514	128,463	0	128,463	85
Templeville*	26	438	0	438	17

Appendix 2 (continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>Tax Differential</u>	<u>Tax Rebate</u>	<u>Total Amount</u>	<u>Per Capita Amount</u>
Carroll	169,220				
Hampstead*	5,466	\$0	\$303,565	\$303,565	\$56
Manchester	3,548	0	213,920	213,920	60
Mount Airy*	4,288	0	138,178	138,178	32
New Windsor	1,353	0	69,409	69,409	51
Sykesville	4,417	0	238,280	238,280	54
Taneytown	5,424	0	343,521	343,521	63
Union Bridge	1,079	0	65,528	65,528	61
Westminster	17,715	0	773,392	773,392	44
Cecil	99,695				
Cecilton	488	\$0	\$13,154	\$13,154	\$27
Charlestown	1,099	0	31,686	31,686	29
Chesapeake City	806	0	22,953	22,953	28
Elkton	14,825	0	342,161	342,161	23
North East	2,829	0	78,549	78,549	28
Perryville	3,801	0	120,558	120,558	32
Port Deposit	700	0	18,555	18,555	27
Rising Sun	1,810	0	56,869	56,869	31
Charles	140,444				
Indian Head	3,776	\$91,653	\$0	\$91,653	\$24
La Plata	8,787	816,676	0	816,676	93
Port Tobacco	19	0	0	0	0
Dorchester	31,846				
Brookview	62	\$0	\$450	\$450	\$7
Cambridge	11,796	188,277	0	188,277	16
Church Creek	78	0	425	425	5
East New Market	256	0	1,350	1,350	5
Eldorado	57	0	425	425	7
Galestown	97	0	700	700	7
Hurlock	1,975	4,337	0	4,337	2
Secretary	488	0	1,350	1,350	3
Vienna	311	0	1,350	1,350	4

Appendix 2 (continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>Tax Differential</u>	<u>Tax Rebate</u>	<u>Total Amount</u>	<u>Per Capita Amount</u>
Frederick	224,705				
Brunswick	5,231	\$0	\$441,150	\$441,150	\$84
Burkittsville	186	0	1,041	1,041	6
Emmitsburg	2,366	0	210,111	210,111	89
Frederick City	59,220	0	4,465,380	4,465,380	75
Middletown	2,858	0	283,529	283,529	99
Mount Airy*	4,490	0	236,248	236,248	53
Myersville	1,510	0	100,475	100,475	67
New Market	465	0	18,569	18,569	40
Rosemont	309	0	9,688	9,688	31
Thurmont	6,035	0	469,364	469,364	78
Walkersville	5,599	0	330,768	330,768	59
Woodsboro	913	0	15,375	15,375	17
Garrett	29,627				
Accident	332	\$0	\$0	\$0	\$0
Deer Park	384	0	0	0	0
Friendsville	505	0	0	0	0
Grantsville	578	0	0	0	0
Kitzmiller	280	0	6,500	6,500	23
Loch Lynn Heights	437	0	0	0	0
Mountain Lake Park	2,114	45,648	0	45,648	22
Oakland	1,856	189,988	0	189,988	102
Harford	239,993				
Aberdeen	13,984	\$1,985,046	\$621,994	\$2,607,040	\$186
Bel Air	9,884	1,920,617	672,531	2,593,148	262
Havre de Grace	12,858	1,864,082	516,764	2,380,846	185
Howard	273,669	\$0	\$0	\$0	\$0
Kent	19,987				
Betterton	354	\$0	\$10,772	\$10,772	\$30
Chestertown	4,899	0	96,035	96,035	20
Galena	502	0	9,018	9,018	18
Millington*	360	0	5,151	5,151	14
Rock Hall	1,422	0	43,969	43,969	31

Appendix 2 (continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>Tax Differential</u>	<u>Tax Rebate</u>	<u>Total Amount</u>	<u>Per Capita Amount</u>
Montgomery	930,813				
Barnesville	191	\$0	\$0	\$0	\$0
Brookeville	128	0	7,158	7,158	56
Chevy Chase, Sec. 3	781	0	32,322	32,322	41
Chevy Chase, Sec. 5	659	0	0	0	0
Chevy Chase	2,758	0	137,187	137,187	50
Chevy Chase View	885	0	43,460	43,460	49
Chevy Chase Village	2,074	0	105,837	105,837	51
Drummond		0	4,857	4,857	n/a
Friendship Heights		0	86,993	86,993	n/a
Gaithersburg	57,670	0	1,230,181	1,230,181	21
Garrett Park	939	0	50,106	50,106	53
Glen Echo	250	0	21,858	21,858	87
Kensington	1,913	0	144,800	144,800	76
Laytonsville	341	0	13,677	13,677	40
Martin's Additions	886	0	28,249	28,249	32
North Chevy Chase	476	0	25,181	25,181	53
Oakmont		0	3,451	3,451	n/a
Poolesville	5,543	0	221,771	221,771	40
Rockville	58,706	0	2,228,449	2,228,449	38
Somerset	1,149	0	55,335	55,335	48
Takoma Park	17,477	0	2,950,069	2,950,069	169
Washington Grove	537	0	47,294	47,294	88
Prince George's	828,770				
Berwyn Heights	2,973	\$630,363	\$8,231	\$638,594	\$215
Bladensburg	7,676	742,753	22,486	765,239	100
Bowie	53,193	874,166	162,210	1,036,376	19
Brentwood	2,837	50,843	8,379	59,222	21
Capitol Heights	4,152	439,587	10,723	450,310	108
Cheverly	6,463	1,020,476	20,883	1,041,359	161
College Park	26,607	354,598	81,797	436,395	16
Colmar Manor	1,273	31,553	3,483	35,036	28
Cottage City	1,139	159,654	3,446	163,100	143
District Heights	6,120	652,528	22,500	675,028	110
Eagle Harbor	57	260	143	403	7
Edmonston	1,348	240,536	3,343	243,879	181
Fairmount Heights	1,516	97,113	3,908	101,021	67

Appendix 2 (continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>Tax Differential</u>	<u>Tax Rebate</u>	<u>Total Amount</u>	<u>Per Capita Amount</u>
Prince George's (cont'd.)					
Forest Heights	2,591	247,512	7,997	255,509	99
Glenarden	6,391	554,699	16,371	571,070	89
Greenbelt	21,559	3,895,098	70,970	3,966,068	184
Hyattsville	15,598	3,137,133	48,023	3,185,156	204
Landover Hills	1,537	204,126	5,644	209,770	136
Laurel	21,619	4,354,069	67,202	4,421,271	205
Morningside	1,323	156,293	4,251	160,544	121
Mt. Rainier	8,448	710,838	22,179	733,017	87
New Carrollton	12,635	575,073	33,467	608,540	48
North Brentwood	471	5,897	1,428	7,325	16
Riverdale Park	6,507	956,882	17,335	974,217	150
Seat Pleasant	4,898	455,415	14,942	470,357	96
University Park	2,316	586,425	6,254	592,679	256
Upper Marlboro	665	118,714	2,077	120,791	182
Queen Anne's	46,571				
Barclay	146	\$0	\$0	\$0	\$0
Centreville	3,322	0	0	0	0
Church Hill	631	0	0	0	0
Millington*	36	0	0	0	0
Queen Anne*	92	0	0	0	0
Queenstown	633	0	0	0	0
Sudlersville	391	0	0	0	0
Templeville*	56	0	0	0	0
St. Mary's	100,378				
Leonardtwn	2,218	\$0	\$55,780	\$55,780	\$25
Somerset	26,016				
Crisfield	2,792	\$0	\$0	\$0	\$0
Princess Anne	2,918	0	0	0	0
Talbot	36,193				
Easton	14,379	\$2,267,090	\$0	\$2,267,090	\$158
Oxford	722	373,991	0	373,991	518
Queen Anne*	76	3,405	0	3,405	45
St. Michaels	1,092	328,075	0	328,075	300
Trappe	1,157	74,151	0	74,151	64

Appendix 2 (continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>Tax Differential</u>	<u>Tax Rebate</u>	<u>Total Amount</u>	<u>Per Capita Amount</u>
Washington	145,113				
Boonsboro	3,379	\$0	\$111,755	\$111,755	\$33
Clear Spring	464	0	3,000	3,000	6
Funkstown	942	0	6,949	6,949	7
Hagerstown	39,640	0	1,462,697	1,462,697	37
Hancock	1,741	0	68,776	68,776	40
Keedysville	840	0	3,407	3,407	4
Sharpsburg	662	0	4,885	4,885	7
Smithsburg	2,902	0	85,561	85,561	29
Williamsport	2,285	0	74,476	74,476	33
Wicomico	93,600				
Delmar	3,193	\$0	\$0	\$0	\$0
Fruitland	4,336	0	0	0	0
Hebron	1,048	0	0	0	0
Mardela Springs	358	0	0	0	0
Pittsville	1,185	0	0	0	0
Salisbury	27,833	0	0	0	0
Sharptown	621	0	0	0	0
Willards	966			0	0
Worcester	49,374				
Berlin	3,971	\$0	\$0	\$0	\$0
Ocean City	7,100	0	0	0	0
Pocomoke City	3,895	0	0	0	0
Snow Hill	2,331	0	0	0	0

Source: Department of Legislative Services

Appendix 3

County and Municipal Real Property Tax Rates

Fiscal 2008

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>County Rate</u>	<u>Municipal Rate</u>	<u>County Special Rate</u>	<u>Total Rate</u>
Allegany	72,594	\$0.9829			\$0.9829
Barton	457	0.9551	0.2156	-	1.1707
Cumberland	20,676	0.9090	0.9479	-	1.8569
Frostburg	7,804	0.9136	0.5540	-	1.4676
Lonaconing	1,138	0.9333	0.3400	-	1.2733
Luke	74	0.9302	0.5000	-	1.4302
Midland	445	0.9551	0.2708	-	1.2259
Westernport	1,966	0.9333	0.6000	-	1.5333
Anne Arundel	512,154	0.891			0.891
Annapolis	36,603	0.531	0.530	-	1.061
Highland Beach	110	0.891	0.416	-	1.307
Baltimore City	637,455	2.268			2.268
Baltimore	788,994	1.100			1.100
Hampstead*	1	1.100	0.2000		1.300
Calvert	88,223	0.892			0.892
Chesapeake Beach	3,394	0.556	0.440	-	0.996
North Beach	1,869	0.556	0.670	-	1.226
Caroline	32,910	\$0.870			\$0.870
Denton	3,833	0.750	0.660	-	1.410
Federalburg	2,611	0.750	0.700	-	1.450
Goldsboro	211	0.830	0.400	-	1.230
Greensboro	1,967	0.750	0.545	-	1.295
Henderson	121	0.830	0.300	-	1.130
Hillsboro	157	0.830	0.160	-	0.990
Marydel	142	0.830	0.300	-	1.130
Preston	671	0.750	0.360	-	1.110
Ridgely	1,514	0.750	0.510	-	1.260
Templeville*	26	0.830	0.252	-	1.082

Appendix 3 (Continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>County Rate</u>	<u>Municipal Rate</u>	<u>County Special Rate</u>	<u>Total Rate</u>
Carroll	169,220	1.048			1.048
Hampstead*	5,466	1.048	0.200	-	1.248
Manchester	3,548	1.048	0.184	-	1.232
Mount Airy*	4,288	1.048	0.174	-	1.222
New Windsor	1,353	1.048	0.200	-	1.248
Sykesville	4,417	1.048	0.330	-	1.378
Taneytown	5,424	1.048	0.320	-	1.368
Union Bridge	1,079	1.048	0.300	-	1.348
Westminster	17,715	1.048	0.440	-	1.488
Cecil	99,695	0.960			0.960
Cecilton	488	0.960	0.240	-	1.200
Charlestown	1,099	0.960	0.280	-	1.240
Chesapeake City	806	0.960	0.462	-	1.422
Elkton	14,825	0.960	0.544	-	1.504
North East	2,829	0.960	0.480	-	1.440
Perryville	3,801	0.960	0.362	-	1.322
Port Deposit	700	0.960	0.551	-	1.511
Rising Sun	1,810	0.960	0.360	-	1.320
Charles	140,444	\$0.9620		\$0.0640	\$1.0260
Indian Head	3,776	0.9270	0.3200	0.0640	1.3110
La Plata	8,787	0.8850	0.3200	0.0640	1.2690
Port Tobacco	19	0.9620	0.0400	0.0640	1.0660
Dorchester	31,846	0.896			0.896
Brookview	62	0.896	0.260	-	1.156
Cambridge	11,796	0.871	0.676	-	1.547
Church Creek	78	0.896	0.170	-	1.066
East New Market	256	0.896	0.540	-	1.436
Eldorado	57	0.896	0.180	-	1.076
Galestown	97	0.896	0.280	-	1.176
Hurlock	1,975	0.892	0.720	-	1.612
Secretary	488	0.896	0.320	-	1.216
Vienna	311	0.896	0.480	-	1.376
Frederick	224,705	0.936		0.128	1.064
Brunswick	5,231	0.936	0.432	0.080	1.448
Burkittsville	186	0.936	0.140	0.080	1.156
Emmitsburg	2,366	0.936	0.360	0.128	1.424
Frederick City	59,220	0.936	0.670	0.128	1.734

Appendix 3 (Continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>County Rate</u>	<u>Municipal Rate</u>	<u>County Special Rate</u>	<u>Total Rate</u>
Frederick (cont'd.)					
Middletown	2,858	0.936	0.232	0.080	1.248
Mount Airy*	4,490	0.936	0.174	0.000	1.110
Myersville	1,510	0.936	0.274	0.080	1.290
New Market	465	0.936	0.120	0.128	1.184
Rosemont	309	0.936	0.040	0.080	1.056
Thurmont	6,035	0.936	0.280	0.080	1.296
Walkersville	5,599	0.936	0.156	0.080	1.172
Woodsboro	913	0.936	0.120	0.080	1.136
Garrett	29,627	\$1.000			\$1.000
Accident	332	1.000	0.224	-	1.224
Deer Park	384	1.000	0.300	-	1.300
Friendsville	505	1.000	0.240	-	1.240
Grantsville	578	1.000	0.260	-	1.260
Kitzmiller	280	1.000	0.360	-	1.360
Loch Lynn Heights	437	1.000	0.270	-	1.270
Mountain Lake Park	2,114	0.942	0.362	-	1.304
Oakland	1,856	0.925	0.480	-	1.405
Harford	239,993	1.082			1.082
Aberdeen	13,984	0.926	0.715	-	1.641
Bel Air	9,884	0.926	0.500	-	1.426
Havre de Grace	12,858	0.926	0.650	-	1.576
Howard	273,669	1.014		0.1355	1.150
Kent	19,987	0.972			0.972
Betterton	354	0.972	0.320	-	1.292
Chestertown	4,899	0.972	0.370	-	1.342
Galena	502	0.972	0.240	-	1.212
Millington*	360	0.972	0.280	-	1.252
Rock Hall	1,422	0.972	0.320	-	1.292
Montgomery	930,813	\$0.627		\$0.289	\$0.916
Barnesville	191	0.627	0.054	0.209	0.890
Battery Park		0.627	0.050	0.289	0.966
Brookeville	128	0.627	0.150	0.209	0.986
Chevy Chase, Sec. 3	781	0.627	0.020	0.289	0.936
Chevy Chase, Sec. 5	659	0.627	0.000	0.289	0.916

Appendix 3 (Continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>County Rate</u>	<u>Municipal Rate</u>	<u>County Special Rate</u>	<u>Total Rate</u>
Montgomery (Cont'd.)					
Chevy Chase	2,758	0.627	0.023	0.289	0.939
Chevy Chase View	885	0.627	0.022	0.289	0.938
Chevy Chase Village	2,074	0.627	0.111	0.289	1.027
Drummond		0.627	0.048	0.289	0.964
Friendship Heights		0.627	0.040	0.286	0.953
Gaithersburg	57,670	0.627	0.212	0.185	1.024
Garrett Park	939	0.627	0.190	0.286	1.103
Glen Echo	250	0.627	0.120	0.289	1.036
Kensington	1,913	0.627	0.139	0.286	1.052
Laytonsville	341	0.627	0.140	0.209	0.976
Martin's Additions	886	0.627	0.008	0.289	0.924
North Chevy Chase	476	0.627	0.052	0.289	0.968
Oakmont		0.627	0.060	0.289	0.976
Poolesville	5,543	0.627	0.180	0.209	1.016
Rockville	58,706	0.627	0.302	0.185	1.114
Somerset	1,149	0.627	0.040	0.289	0.956
Takoma Park	17,477	0.627	0.610	0.286	1.523
Washington Grove	537	0.627	0.202	0.185	1.014
Prince George's	828,770	\$0.960		\$0.359	\$1.319
Berwyn Heights	2,973	0.805	0.486	0.000	1.291
Bladensburg	7,676	0.797	0.740	0.000	1.537
Bowie	53,193	0.946	0.352	0.000	1.298
Brentwood	2,837	0.938	0.476	0.000	1.414
Capitol Heights	4,152	0.820	0.412	0.000	1.232
Cheverly	6,463	0.813	0.480	0.000	1.293
College Park	26,607	0.944	0.299	0.000	1.243
Colmar Manor	1,273	0.932	0.880	0.000	1.812
Cottage City	1,139	0.818	0.640	0.000	1.458
District Heights	6,120	0.810	0.730	0.000	1.540
Eagle Harbor	57	0.955	0.292	0.000	1.247
Edmonston	1,348	0.811	0.500	0.000	1.311
Fairmount Heights	1,516	0.877	0.420	0.000	1.297
Forest Heights	2,591	0.849	0.510	0.000	1.359
Glenarden	6,391	0.831	0.296	0.000	1.127
Greenbelt	21,559	0.792	0.786	0.000	1.578
Hyattsville	15,598	0.797	0.630	0.000	1.427
Landover Hills	1,537	0.804	0.480	0.000	1.284
Laurel	21,619	0.764	0.720	0.000	1.484

Appendix 3 (Continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>County Rate</u>	<u>Municipal Rate</u>	<u>County Special Rate</u>	<u>Total Rate</u>
Prince George's (cont'd.)					
Morningside	1,323	0.819	0.800	0.000	1.619
Mt. Rainier	8,448	0.799	0.790	0.000	1.589
New Carrollton	12,635	0.897	0.450	0.000	1.347
North Brentwood	471	0.949	0.288	0.000	1.237
Riverdale Park	6,507	0.794	0.641	0.000	1.435
Seat Pleasant	4,898	0.810	0.580	0.000	1.390
University Park	2,316	0.809	0.600	0.000	1.409
Upper Marlboro	665	0.854	0.240	0.000	1.094
Queen Anne's	46,571	\$0.770			\$0.770
Barclay	146	0.770	0.100	-	0.870
Centreville	3,322	0.770	0.430	-	1.200
Church Hill	631	0.770	0.340	-	1.110
Millington*	36	0.770	0.280	-	1.050
Queen Anne*	92	0.770	0.180	-	0.950
Queenstown	633	0.770	0.200	-	0.970
Sudlersville	391	0.770	0.167	-	0.937
Templeville*	56	0.770	0.252	-	1.022
St. Mary's	100,378	0.857			0.857
Leonardtwn	2,218	0.857	0.150	-	1.007
Somerset	26,016	0.940			0.940
Crisfield	2,792	0.940	0.700	-	1.640
Princess Anne	2,918	0.940	0.854	-	1.794
Talbot	36,193	0.475			0.475
Easton	14,379	0.349	0.520	-	0.869
Oxford	722	0.365	0.280	-	0.645
Queen Anne*	76	0.420	0.180	-	0.600
St. Michaels	1,092	0.355	0.640	-	0.995
Trappe	1,157	0.395	0.300	-	0.695
Washington	145,113	\$0.948			\$0.948
Boonsboro	3,379	0.948	0.300	-	1.248
Clear Spring	464	0.948	0.190	-	1.138
Funkstown	942	0.948	0.220	-	1.168
Hagerstown	39,640	0.948	0.798	-	1.746
Hancock	1,741	0.948	0.395	-	1.343

Appendix 3 (Continued)

<u>Jurisdiction</u>	<u>Population July 2007</u>	<u>County Rate</u>	<u>Municipal Rate</u>	<u>County Special Rate</u>	<u>Total Rate</u>
Washington (cont'd.)					
Keedysville	840	0.948	0.180	-	1.128
Sharpsburg	662	0.948	0.176	-	1.124
Smithsburg	2,902	0.948	0.280	-	1.228
Williamsport	2,285	0.948	0.405	-	1.353
Wicomico	93,600	0.881			0.881
Delmar	3,193	0.881	0.676	-	1.557
Fruitland	4,336	0.881	0.700	-	1.581
Hebron	1,048	0.881	0.400	-	1.281
Mardela Springs	358	0.881	0.200	-	1.081
Pittsville	1,185	0.881	0.360	-	1.241
Salisbury	27,833	0.881	0.819	-	1.700
Sharptown	621	0.881	0.600	-	1.481
Willards	966	0.881	0.460	-	1.341
Worcester	49,374	0.700			0.700
Berlin	3,971	0.700	0.730	-	1.430
Ocean City	7,100	0.700	0.410	-	1.110
Pocomoke City	3,895	0.700	0.760	-	1.460
Snow Hill	2,331	0.700	0.860	-	1.560

Note: (-) means that a county special rate is not imposed in the municipality

* means the municipality is in two counties

Source: State Department of Assessments and Taxation; Department of Legislative Services

Appendix 4

Residents Residing in Municipalities

July 2007

County	County Population	Municipal Population	Percent of County	Rank
Allegany	72,594	32,560	44.9%	3
Anne Arundel	512,154	36,713	7.2%	19
Baltimore City	637,455	0	0.0%	24
Baltimore	788,994	1	0.0%	22
Calvert	88,223	5,263	6.0%	20
Caroline	32,910	11,253	34.2%	9
Carroll	169,220	43,290	25.6%	12
Cecil	99,695	26,358	26.4%	11
Charles	140,444	12,582	9.0%	18
Dorchester	31,846	15,120	47.5%	2
Frederick	224,705	89,182	39.7%	5
Garrett	29,627	6,486	21.9%	14
Harford	239,993	36,726	15.3%	16
Howard	273,669	0	0.0%	24
Kent	19,987	7,537	37.7%	6
Montgomery	930,813	153,353	16.5%	15
Prince George's	828,770	221,912	26.8%	10
Queen Anne's	46,571	5,307	11.4%	17
St. Mary's	100,378	2,218	2.2%	21
Somerset	26,016	5,710	21.9%	13
Talbot	36,193	17,426	48.1%	1
Washington	145,113	52,855	36.4%	7
Wicomico	93,600	39,540	42.2%	4
Worcester	49,374	17,297	35.0%	8
Statewide	5,618,344	838,689	14.9%	

Source: Maryland Department of Planning; Department of Legislative Services

Appendix 5
Local Government Expenditures
Fiscal 2005
(\$ in Millions)

County	County	Municipal	Total	Percent Municipal
Allegany	\$216.1	\$45.6	\$261.7	17.4%
Anne Arundel	1,647.6	72.7	1,720.3	4.2%
Baltimore City	2,756.9	0.0	2,756.9	0.0%
Baltimore	2,326.4	0.0	2,326.4	0.0%
Calvert	294.8	7.7	302.6	2.6%
Caroline	88.6	12.9	101.5	12.7%
Carroll	501.7	39.6	541.3	7.3%
Cecil	247.5	22.5	270.0	8.3%
Charles	524.4	12.3	536.7	2.3%
Dorchester	94.2	19.6	113.9	17.3%
Frederick	691.1	106.1	797.3	13.3%
Garrett	108.4	5.9	114.3	5.2%
Harford	738.5	38.7	777.1	5.0%
Howard	1,146.5	0.0	1,146.5	0.0%
Kent	58.8	6.5	65.3	10.0%
Montgomery	4,318.3	165.5	4,483.8	3.7%
Prince George's	2,903.4	122.5	3,025.9	4.0%
Queen Anne's	143.9	4.6	148.5	3.1%
St. Mary's	283.5	2.3	285.8	0.8%
Somerset	61.8	5.5	67.3	8.2%
Talbot	86.5	68.4	154.9	44.1%
Washington	328.5	84.1	412.6	20.4%
Wicomico	259.7	44.6	304.3	14.7%
Worcester	195.3	107.4	302.7	35.5%
Statewide	\$20,022.5	\$995.1	\$21,017.5	4.7%

Source: Department of Legislative Services