

CITY OF BALTIMORE
COUNCIL BILL 12-0010R
(Resolution)

Introduced by: Councilmembers Stokes, Henry, Clarke, Kraft, President Young,
Councilmembers Middleton, Curran, Holton, Spector, Welch, Scott, Mosby, Reisinger, Cole
Introduced and read first time: January 23, 2012
Assigned to: Taxation, Finance and Economic Development Committee

A RESOLUTION ENTITLED

1 A COUNCIL RESOLUTION concerning

2 **Informational Hearing - Property Tax Reassessments**

3 FOR the purpose of inviting representatives from the State Department of Assessments and
4 Taxation's Baltimore City office to appear before the Council to discuss the process by which
5 properties in Baltimore were reassessed for tax purposes, and to explain what rights
6 homeowners have if they believe these assessments are not correct.

7 **Recitals**

8 In Maryland, the law requires all properties to be reassessed at their "current market value"
9 once every 3 years. Roughly 1/3 of all properties are therefore reassessed by the State
10 Department of Assessments and Taxation (SDAT) each year. On December 27th, the state sent
11 out reassessments for the 737,423 properties under the most recent cycle, including many
12 properties in Baltimore City.

13 In this cycle, 91% of residential properties reassessed saw a decline in value compared to
14 their 2008 assessments; with the average value dropping by 17%. Given the state of the housing
15 market over the last 3 years, declining assessments can hardly be deemed a surprise. Still,
16 especially in light of the continuing volatility of the property market, many homeowners remain
17 confused about exactly how the State arrived at a particular value for their home. SDAT's
18 computation methods may differ from those used by other evaluators, leaving owners feeling that
19 the State's number is either too high or too low.

20 In order to address these types of concerns, SDAT does provide a 3 step appeal process for
21 citizens who contest their assessments within 45 days. SDAT also has published a "Property
22 Owner's Bill of Rights" that lays out 19 rights that all Maryland property owners have under the
23 property tax laws. Among these are the following rights:

24 To have an understanding of the valuation and assessment process.

25 To have access to information which is the basis for the property valuation and
26 assessment process.

27 To be provided with the option of an assessment office, alternate site, evening, or
28 Saturday assessment appeal hearing.

EXPLANATION: Underlining indicates matter added by amendment.
~~Strike out~~ indicates matter deleted by amendment.

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- 1 To be given the option of an assessment appeal hearing conducted by telephone.
- 2 To postpone an assessment appeal hearing once at the property owner's request.
- 3 To review and discuss with an assessor, during an appeal hearing, the information shown
- 4 on the assessment worksheet.
- 5 To be assured that after an appeal hearing the assessment of a residential property under
- 6 appeal will not be increased during that 3 year cycle as a result of information obtained at
- 7 the appeal hearing.
- 8 To be given the option of a reinspection of the property to review updated information
- 9 revealed during the appeal hearing.
- 10 To require the Department to review and correct any measurement, mathematical,
- 11 clerical, or other technical error used in the valuation of the property.
- 12 To file a petition for review within any year of the 3 year assessment cycle.

13 It is important that all Baltimore homeowners be made fully aware of both their rights under
14 the law and how SDAT assesses their property for tax purposes. Further, because of the limited
15 time frame citizens affected by the recent reassessments have to decide whether or not to file an
16 appeal, it is essential that this information be quickly spread to as wide of an audience as
17 possible. One way to encourage the spread of this information would be a public hearing before
18 the City Council.

19 **NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF BALTIMORE,** That
20 representatives from the State Department of Assessments and Taxation's Baltimore City office
21 are invited to appear before the Council to discuss the process by which properties in Baltimore
22 were reassessed for tax purposes, and to explain what rights homeowners have if they believe
23 these assessments are not correct.

24 **AND BE IT FURTHER RESOLVED,** That a copy of this Resolution be sent to the Mayor, the
25 Director of the State Department of Assessments and Taxation, and the Mayor's Legislative
26 Liaison to the City Council.