

HOUSE BILL 1409

Q8

4lr3141

By: **Delegates McMillan and George**

Introduced and read first time: February 13, 2014

Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

2 **Anne Arundel County – Collection of Hotel Taxes and Distribution of**
3 **Revenues – City of Annapolis**

4 FOR the purpose of providing that Anne Arundel County may authorize the City of
5 Annapolis to collect certain hotel tax revenue generated in the City of
6 Annapolis; requiring the City of Annapolis to distribute and retain a certain
7 percentage of the revenue under certain circumstances; and generally relating
8 to the collection and distribution of hotel tax revenue generated in the City of
9 Annapolis.

10 BY repealing and reenacting, without amendments,
11 Article – Local Government
12 Section 20–603(a)
13 Annotated Code of Maryland
14 (2013 Volume)

15 BY repealing and reenacting, with amendments,
16 Article – Local Government
17 Section 20–603(b)
18 Annotated Code of Maryland
19 (2013 Volume)

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

22 **Article – Local Government**

23 20–603.

24 (a) By ordinance, Anne Arundel County may impose a sales or use tax on:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- 1 (1) fuel and utilities used by commercial and industrial businesses;
- 2 (2) residential, commercial, and industrial telephone service; and
- 3 (3) space rentals other than space rentals for the docking or storing of
4 boats.

5 (b) (1) Any revenues collected under subsection (a)(1) and (2) of this
6 section in the City of Annapolis shall be allocated and distributed in equal amounts to
7 the City of Annapolis and to Anne Arundel County.

8 (2) Except as otherwise provided in this subsection, any revenue
9 generated in the City of Annapolis from the tax on space rentals shall be collected and
10 retained by the City of Annapolis.

11 (3) **[Any] EXCEPT AS PROVIDED IN PARAGRAPH (6) OF THIS**
12 **SUBSECTION, ANY** revenue generated in the City of Annapolis from the hotel tax
13 shall be collected by Anne Arundel County.

14 (4) From any revenue generated in the City of Annapolis from the
15 hotel tax, Anne Arundel County shall distribute:

- 16 (i) 3% to the Arts Council of Anne Arundel County, Inc.; and
- 17 (ii) 17% to the Annapolis and Anne Arundel County Conference
18 and Visitors Bureau.

19 (5) After making the distributions required under paragraph (4) of
20 this subsection, the balance of the revenue generated in the City of Annapolis from the
21 hotel tax shall be distributed to the City of Annapolis.

22 **(6) (I) ANNE ARUNDEL COUNTY MAY AUTHORIZE THE CITY OF**
23 **ANNAPOLIS TO COLLECT REVENUE GENERATED IN THE CITY OF ANNAPOLIS**
24 **FROM THE HOTEL TAX.**

25 **(II) IF ANNE ARUNDEL COUNTY AUTHORIZES THE CITY OF**
26 **ANNAPOLIS TO COLLECT REVENUE GENERATED IN THE CITY OF ANNAPOLIS**
27 **FROM THE HOTEL TAX, THE CITY OF ANNAPOLIS SHALL DISTRIBUTE A**
28 **PERCENTAGE OF THE REVENUE IN ACCORDANCE WITH PARAGRAPH (4) OF THIS**
29 **SUBSECTION AND RETAIN THE BALANCE OF THE REVENUE GENERATED.**

30 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
31 July 1, 2014.