



**City of Baltimore
Department of Finance
Bureau of Revenue Collections**

PUBLIC NOTICE

**New Yield Tax – Proceeds Dedicated to the Affordable Housing Trust Fund
(City Council Bill 18-0221)**

A new Yield Tax on some real property transfers became effective on January 11, 2019. With certain exceptions, the tax applies to all transactions for which Recordation and Transfer Taxes are due pursuant to BALTO. CITY CODE, ART. 28, SUBTITLES 16 and 17, and for which the consideration exceeds \$1,000,000.

The Yield Tax rates were amended and, effective April 1, 2019, we will collect:

15% on the amount collected under SUBTITLE 16, Recordation Tax and
40% on the amount collected under SUBTITLE 17, Transfer Tax.

Payment of the Yield Tax must be made by check, payable to the “Director of Finance – Baltimore City”, separate from Transfer Tax and Recordation Tax checks. However, the amounts due for both the transfer tax portion of the Yield Tax and the recordation tax portion of the Yield Tax can be combined and submitted in one check.

For example, if submitting a document to the Transfer/Recordation Taxes Office for which the consideration exceeds \$1,000,000 and Transfer and Recordation Taxes are due, then three checks must be included: one for the Transfer Tax, one for the Recordation Tax, and one for the Yield Tax.

For more information about the Yield Tax and the Affordable Housing Trust Fund, please visit BaltimoreCity.gov.



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AFFIDAVIT—YIELD TAX EXEMPTION

Property Address: _____ W/S/B/L _____

The undersigned hereby certifies the following under the penalties of perjury in order to establish eligibility for an exemption from the Yield Tax imposed by BALTO. CITY CODE, ART. 28, SUB. 17.1.

SELECT EITHER ITEM 1 OR ITEM 2 BELOW; STRIKE THROUGH INAPPLICABLE ITEM.

ITEM 1. Exemption for Mortgage or Deed of Trust Submitted for Recordation Prior to July 11, 2019

- a. Such document secures a construction “Loan”, the proceeds of which are to be applied to complete the following described “Project:”
_____.
- b. The total cost to complete the Project is expected to be \$_____. In addition to the proceeds of the Loan, the property owner has sufficient equity and other capital to complete construction of the Project to the point of the issuance of a certificate of use and occupancy.
- c. A building permit (**attach a complete copy**) for full, not partial, construction of the Project was issued by the Office of Permits and Building Inspections prior to January 11, 2019.

ITEM 2. Exemption for Deed and Related Purchase Money Mortgage or Purchase Money Deed of Trust

- a. Such document is made pursuant to a *bona fide* contract of sale between the grantor and grantee, which contract of sale (**attach a complete copy**) was entered into prior to January 11, 2021.
- b. The subject deed conveys residential property which will be occupied by the grantee.
- c. The grantee under the subject deed is the original purchaser under the contract of sale. The purchaser’s interest under the contract of sale has not been assigned.

The undersigned solemnly affirms under the penalties of perjury and on personal knowledge that the contents of this Affidavit are true, accurate, and correct. If an authorized agent of the grantor or grantee of the deed signs this Affidavit, the contents are based on a diligent inquiry having been made by the agent with respect to all the facts set forth in this Affidavit to the agent’s best personal knowledge, information, and belief.

Signature: _____ Print Name: _____ Date: _____