



HOWARD COUNTY DEPARTMENT OF PLANNING AND ZONING

3430 Court House Drive ■ Ellicott City, Maryland 21043 ■ 410-313-2350

Voice/Relay

Amy Gowan, Director

FAX 410-313-3467

Dear Applicant,

The Howard County government is committed to stimulating and increasing investment in businesses throughout the County. The County offers a real property tax credit to encourage reinvestment in the Route 1 corridor.

This tax credit fosters and encourages renovations, rehabilitation, and upgrades of commercial and industrial properties along the Route 1 corridor. This tax credit can be applied to improvements to both the buildings and the land on properties with less than 10 acres that are adjacent to Route 1 or adjoining Route 1 parcels and visible from the roadway as well as properties that are located within specified expanded boundaries in Elkrige, MD

The property tax credit for eligible improvements is equivalent to 125% of the verified expenses. The tax credit is applied to the annual property tax. However, if the credit is greater than the real property tax for a single year, it can be carried over and applied to subsequent annual taxes for up to four years! The property owner benefits and so does the community where the improvements occur.

The details about the application, the process for submitting a request and the approval process are described in the attached packet.

Please feel free to contact Kristin O'Connor at 410-313-2350 or koconnor@howardcountymd.gov if you have any questions.



Route 1 Property Tax Credit For Upgrades, Renovation, and Rehabilitation

Howard County has established a real property tax credit to encourage reinvestment in properties on Route 1. This tax credit is intended to foster and encourage renovations, rehabilitation and upgrades of commercial and industrial property along the Route 1 corridor.

FACTS ABOUT THE NEW PROPERTY TAX CREDIT

- Applies to improvements to both buildings and the land on properties with less than 10 acres
- Property must be adjacent to Route 1; next to a Route 1 parcel and visible from the roadway; or located within specified expanded boundaries in Elkridge, MD.
- Eligible improvements include:
 - exterior improvements to a building façade
 - exterior painting and cleaning
 - structural improvements to a building façade
 - structure mounted signage, canopies, shutters and awnings
 - screening of utility, trash or storage enclosures
 - enhanced exterior building lighting
 - replacement or enhancement of streetscape amenities (walkways, landscaping, bike racks, lighting, etc.)
 - sidewalks
 - new construction that enhances the building or property

HOW MUCH IS THE TAX CREDIT?

- Is 125% of the verified expenses for approved improvements
- Is applied to the annual property tax
- Can be carried over and applied to subsequent annual taxes for up to four years if the credit is greater than a single year's taxes

HOW DO I APPLY?

- Application packets and instructions can be obtained from Joanne Egnell at jegnell@howardcountymd.gov or Kristin O'Connor at koconnor@howardcountymd.gov.
- To discuss whether your planned improvements qualify, please contact Kristin O'Connor at koconnor@howardcountymd.gov.



APPLICATION INSTRUCTIONS

ROUTE 1 PROPERTY TAX CREDIT

APPLICATION INFORMATION

Applications will be reviewed for completeness and applicants will be notified if additional information is required to complete the application. The proposed improvements must comply with the Route 1 Manual, as applicable. A list of eligible work must meet the definition of eligible work (See Appendix A). Failure to provide all required information may result in rejection of the application. Applicants are encouraged to schedule a pre-application meeting to review their proposal. For questions concerning this application, please contact Kristin O'Connor at 410-313-2350 or koconnor@howardcountymd.gov.

THE DESIGN ADVISORY PANEL (DAP) reviews development, redevelopment and construction projects within the US Route 1 Corridor. Depending on the size and complexity, some Route 1 Tax Credit improvements will have to be reviewed by DAP as part of the Certificate of Eligibility process. Upon initial review of the project, the Department of Planning and Zoning (DPZ) will determine whether you will need to appear before the DAP to present your project. See <https://www.howardcountymd.gov/Departments/Planning-and-Zoning/Boards-and-Commissions/Design-Advisory-Panel> for more information on DAP.

SUBMIT 4 COPIES of this application package, including all supporting materials required, to Howard County Department of Planning and Zoning. Applications may be submitted in person, or by mail to Howard County Department of Planning and Zoning, 3430 Court House Dr., Ellicott City, MD 21043 and should include an electronic copy.

PROCESS INFORMATION

The Program Review Committee (Committee) will meet to review the application for a Tax Credit. The Committee will make a recommendation for approval of a Certificate of Eligibility (Certificate) to the County Executive who will sign the Certificate.

In order to receive a tax credit, no work can proceed until the Certificate of Eligibility is issued. Once work is complete, the applicant will be required to submit a Route 1 Final Tax Application no later than April 1 prior to the first tax year for which the credit is being requested (see Appendix B). Verified expenses must have been incurred within the 12 months prior to the application date. A representative of the county will inspect the work to verify that the completed work was approved for the tax credit.

Upon approval of the Tax Credit, the property owner will be required to enter into an agreement with the County regarding maintenance of the improvements for which the credit is received (See Appendix C for sample agreement).

Permit Information

Approval for project eligibility does not eliminate the need for any building permit or sign permit that may be required. Those permits may be applied for in the Department of Inspections, Licenses and Permits located on the first floor of the Howard Building at 3430 Court House Dr., Ellicott City, MD. Any questions regarding the permit process or requirements should be directed to the Department of Inspections, Licenses and Permits at (410) 313-2455.

HOWARD COUNTY ROUTE 1 TAX CREDIT

APPLICATION FOR CERTIFICATE OF ELIGIBILITY PRE-APPROVAL

SUBMIT 4 COPIES of this application package, including all supporting materials required to Howard County Department of Planning and Zoning. Applications may be submitted in person or by mail to:

3430 Court House Dr., Ellicott City, MD 21043

Please also submit an electronic copy to Kristin O'Connor at 410-313-2350 or koconnor@howardcountymd.gov.

For questions, please contact Kristin O'Connor at 410-313-2350.

FOR STAFF USE ONLY

Date Received:

Application #:

Need DAP:

PROPERTY INFORMATION:

Address of Subject Property: _____

Tax Account Number: _____

Map _____ Parcel _____ Block _____ Lot _____

PROPERTY OWNER INFORMATION:

Owner Name _____

Contact Person if different from owner: _____

Phone No. (W) _____ (H) _____ (C) _____

Email: _____ Contact Preference _____

ELIGIBILITY REQUIREMENTS: Please check appropriate box.

In accordance with §20-129D of the Howard County Code, I request a certificate of eligible work to qualify for a property tax credit on an eligible property that is a commercial or industrial property that is less than 10 acres and includes no residential component and

- Directly fronts Route 1.
- Is readily visible from the nearest road edge on Route 1 and adjoins a parcel that fronts Route 1.
- Is located within specified expanded boundaries in Elkrige, MD.

ALL APPLICATIONS MUST INCLUDE:

- Labeled color photographs of existing property conditions (final application must show completed work).
- A detailed description and samples of materials, colors and dimensions of proposed work. You are encouraged to submit renderings and/or elevations as well.

DESCRIPTION OF PROPOSED PROJECT: Attach additional pages if necessary

ELIGIBLE IMPROVEMENTS: Check all that apply

- Exterior renovations to a building façade
- Exterior painting and cleaning of a building façade
- Structural improvements to a building facade
- Removal, replacement, or rehabilitation of false façades, architectural features or siding
- Restoration, enhancement, or addition of primary architectural features
- Installation, replacement, or enhancement of streetscape amenities (e.g. landscaping, walkways seating areas, bike racks, lighting, etc.)

- Repair or replacement of doors, windows, and trim work
- Structure-mounted signage, canopies and awnings
- On-site free-standing signage
- Cornices, parapets, and other visible roof repairs
- Screening of Utility, trash and storage enclosures
- Enhanced exterior building lighting that creates a noticeably enhanced appearance
- Fencing that does not obscure the building
- Sidewalks
- New construction that enhances the building or property and is visible
- Interior work necessary to maintain the structural integrity of the building
- Other _____

SIGNATURE/CERTIFICATION:

I HEREBY DECLARE AND AFFIRM under penalties of perjury that I am the owner of the real property in Howard County identified above, and the facts and matter contained in this Application for Certificate of Eligibility Pre-Approval and attachment(s) hereto are true and correct to the best of my knowledge, information and belief. I also authorize such periodic on-site inspection(s) by the Department of Planning and Zoning and its agents as may be necessary to (a) review this application and any petitions filed in connection herewith and (b) to enforce Route 1 Manual and other applicable laws.

Owner's Signature

Date

Appendix A

Route 1 Tax Credit Program

- Eligible improvements include:
 - i. Exterior renovations to a building façade;
 - ii. Exterior painting and cleaning of a building façade;
 - iii. Structural improvements to a building facade
 - iv. Removal, replacement, or rehabilitation of false façades, architectural features or siding;
 - v. Restoration, enhancement, or addition of primary architectural features;
 - vi. Installation, replacement, or enhancement of streetscape amenities (e.g. landscaping, walkways, seating areas, bike racks, lighting, etc.);
 - vii. Repair or replacement of doors, windows, and trim work;
 - viii. Structure-mounted signage, canopies and awnings;
 - ix. On-site free-standing signage;
 - x. Cornices, parapets, and other visible roof repairs;
 - xi. Screening of Utility, trash and storage enclosures ;
 - xii. Enhanced exterior building lighting that creates a noticeably enhanced appearance.
 - xiii. Fencing that does not obscure the building
 - xiv. Sidewalks
 - xv. New construction that enhances the building or property and is visible
 - xvi. Interior work necessary to maintain the structural integrity of the building
 - xvii. Other upgrades, renovations or improvements made to a property deemed appropriate by the Program Review Committee.

- Ineligible improvements include:
 - i. Improvements to building interiors;
 - ii. Refinancing existing debt, permit, legal and loan fees, etc.;
 - iii. Installation or repair of mechanical equipment, the installation or repair of electrical or plumbing systems, and the installation, relocation or repair of utilities;
 - iv. Routine maintenance;
 - v. Removal of architecturally significant features;
 - vi. Security enhancements;
 - vii. demolition
 - viii. Replacements of existing fixtures that constitute repairs.
 - ix. Other work deemed inappropriate by the Program Review Committee.

Appendix B

HOWARD COUNTY ROUTE 1 TAX CREDIT
FINAL TAX CREDIT CLAIM

SUBMIT ONE COPY of this application package, including all supporting materials required, to Howard County Department of Finance no later than April 1 prior to the first taxable year for which the credit is sought . Applications may be submitted in person or by mail to:

3430 Court House Dr., Ellicott City, MD 21043

For questions concerning this application, please contact Joanne Egnell at 410-313-4074 or jegnell@howardcountymd.gov.

FOR STAFF USE ONLY

Date Received:

Application #:

PROPERTY INFORMATION:

Address of Subject Property: _____

Tax Account Number: _____

Map _____ Parcel _____ Block _____ Lot _____

PROPERTY OWNER INFORMATION:

Owner Name _____

Contact Person if different from owner: _____

Phone No. (W) _____ (H) _____ (C) _____

Email: _____ Contact Preference _____

FINAL TAX CREDIT CLAIM: ATTACH ADDITIONAL COPIES OF THIS PAGE IF NECESSARY

ALL APPLICATIONS MUST INCLUDE:

- A labeled color photograph showing completed work per item number listed below.
- Receipts for all work being claimed – please label receipts per item number as completed below.
- Completed certificate of eligibility sheet (this was mailed to you when you were pre-approved)
- Completed section below.

TAX CREDIT EXPENSES:

BRIEF DESCRIPTION OF WORK	AMOUNT
Item 1: _____	
Item 2: _____	
Item 3: _____	
Item 4: _____	
Item 5: _____	
Item 6: _____	
Item 7: _____	
Item 8: _____	
Item 9: _____	
Item 10: _____	
Item 11: _____	
Item 12: _____	
Item 13: _____	
Item 14: _____	
Item 15: _____	

TOTAL EXPENSES _____

TAX CREDIT CLAIM
(125% of above figure) _____

SIGNATURE/CERTIFICATION:

I HEREBY DECLARE AND AFFRIM under penalties of perjury that I am the owner of the real property in Howard County identified above and have incurred the costs set forth herein within the 12 months preceding submission of this Final Tax Credit Claim application, and that the contents of this application and any attachment(s) hereto are true and correct to the best of my knowledge, information, and belief. I also authorize such periodic on-site inspection(s) by the Department of Planning and Zoning and its agents as may be necessary (a) to review this application and any petitions filed in connection herewith and (b) to enforce the Route 1 Manual and other applicable laws.

Owner's Signature

Date

Tax Credit Application No. _____
Maintenance Agreement No. _____
Property Tax Account No. _____

MAINTENANCE AGREEMENT

THIS MAINTENANCE AGREEMENT (the "Agreement") is made this _____ day of _____ 20__ by and between _____ (the "Owner") and **HOWARD COUNTY, MARYLAND** (the "County"), a body corporate and politic and political subdivision of the State of Maryland.

WHEREAS, the Owner is the fee simple owner of the property commonly known as _____ [address, city, zipcode], Howard County, Maryland, and also shown on Howard County Tax Map No. ___, as Parcel No. ____, (the "Property") which Property is within the commercial or industrial zoning district located adjacent to Route 1 or within the perimeter on the map outlined in the Howard County Code Section 20-129D.

WHEREAS, in accordance with Section 20-129D of the Howard County Code (the "Code"), the Owner received a Certificate of Eligibility for the Route 1 Tax Credit for the completion of renovations to the Property. The County approved a real property tax credit against the County's real property tax on the Owner's Property based upon the completed renovations approved on _____ [date] listed in the Certificate of Eligibility (the "Improvements").

WHEREAS, the Code requires that the recipient of a Route 1 Tax Credit to enter into a contract with the County that may include, without limitation, conditions regarding maintenance of the Property.

NOW, THEREFORE, in consideration of the foregoing recitals hereby incorporated herein, the grant of the Route 1 Tax Credit on the Property, and the covenants and agreements herein, the Owner, and the Owner's successors and assigns, and the County agree as follows:

1. **Maintenance of Improvements**: The Owner hereby stipulates full awareness, understanding and acceptance of the Owner's responsibilities under this Agreement. During each fiscal year in which the Owner receives a Tax Credit for the Improvements, the Owner shall maintain the Improvements in good condition and, when repair or restoration of any part of the Improvements is required, shall properly repair and restore the Improvements to a good condition. The Improvements which are the subject of the Certificate of Eligibility are: _____.

2. **Term**: This Agreement shall be recorded among the Land Records of Howard County, Maryland and shall remain in effect for a period of four (4) years

3. **Inspection**: The County has the right to inspect the Property to confirm

maintenance of the Improvements and to conduct non-scheduled periodic inspections at any time. The Owner grants the County the right to enter upon the Property without the necessity of further permission from the Owner to conduct inspections of the Improvements. The County may notify the Owner of any deficiencies in the Improvements that are found during inspection.

4. **Enforcement of Maintenance Requirement:** If the Owner has not corrected deficiencies in the Improvements within thirty (30) days after notification by the County of such deficiencies, the County may discontinue all or a portion of the remaining Tax Credit.

5. **Notices:** All notices, demands, consents, approvals, requests or other communications or documents to be provided hereunder to a party hereto shall be (a) in writing and (b) deemed to have been provided (I) upon delivery or refusal to accept delivery if sent by certified or registered mail in the United States mails, postage prepaid, return receipt requested, to the address of such party set forth herein below or to such designee from time to time appointed by written notice to the other party hereto, or (ii) if such party's receipt thereof is acknowledged in writing, upon being given by hand or other actual delivery to the Owner at the Property; and to the County addressed to the Director of Planning and Zoning with a copy to the Director of Finance, George Howard Building, 3430 Court House Drive, Ellicott City, Maryland 21043. Either party to this Agreement may change its address by written notice to the other party.

6. **Law of Maryland:** This Agreement shall be governed by the laws of the State of Maryland.

IN WITNESS WHEREOF, the parties have executed this Agreement, under seal, as of the day and year first above written.

(Signatures begin on the following page)

WITNESS/ATTEST:

OWNER:

By: _____ (SEAL)

Name:
Title:

STATE OF MARYLAND, _____ COUNTY, TO WIT:

I HEREBY CERTIFY that on this _____ day of _____, 201_, before me, the subscriber, a Notary Public of the State of Maryland, in and for the County aforesaid, personally appeared _____, the _____ of The Savage Limited Liability Company in the within Maintenance Agreement, and she or he acknowledged the same to be her or his act for the purposes stated therein.

AS WITNESS my Hand and Notarial Seal.

Notary Public

My Commission Expires: _____

(County signatures on following page)

ATTEST:

Lonnie R. Robbins
Chief Administrative Officer

**AGREED and APPROVED
HOWARD COUNTY, MARYLAND**

BY: _____ (SEAL)
Calvin Ball
County Executive

APPROVED:

Amy Gowan, Director
Department of Planning and Zoning

APPROVED FOR SUFFICIENCY OF FUNDS

Janet Irvin, Director
Department of Finance

APPROVED FOR FORM AND LEGAL SUFFICIENCY
this _____ day of _____, 2017.

Gary W. Kuc
County Solicitor

Reviewing Attorney:

Kristen Bowen Perry, Assistant County Solicitor

STATE OF MARYLAND, _____ COUNTY, TO WIT:

I HEREBY CERTIFY that on this _____ day of _____, 20__, before me, the subscriber, a Notary Public of the State of Maryland, in and for the County aforesaid, personally appeared Calvin Ball, the County Executive for Howard County, Maryland, a party to the within Maintenance Agreement, who acknowledged the same to be the act of the County and that he executed the foregoing Maintenance Agreement for the purposes therein contained by signing in my presence the name of Howard County, Maryland as County Executive.

AS WITNESS my Hand and Notarial Seal.

Notary Public

My Commission Expires: _____

After Recording, Return To:
Howard County, Maryland
Department of Planning & Zoning
3430 Court House Drive
Ellicott City, Maryland 21043