

RESOLUTION # 13-02
HISTORIC STEVENSVILLE ARTS AND ENTERTAINMENT DISTRICT

WHEREAS, The County Commissioners of Queen Anne's County have applied to the Secretary of Business and Economic Development of the State of Maryland for designation of the Historic Stevensville Arts and Entertainment District (the "District") within certain boundaries shown on the map attached to this Resolution, and

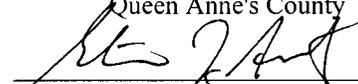
WHEREAS, under State law, the designation of an arts and entertainment district: (i) provides an income tax subtraction modification for qualifying residing artists under ~ 10-207(v) of the Tax- General Article; (ii) a property tax credit under ~ 9-240 of the Tax- Property Article; and (iii) an exemption from the admissions and amusement tax under ~ 4-101 (e) of the Tax- General Article.

NOW, THEREFORE BE IT RESOLVED THAT Queen Anne's County agrees to the following:

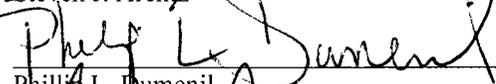
1. The geographic boundaries of the Historic Stevensville Arts and Entertainment District shall be depicted on the attached map titled "Stevensville Arts and Entertainment District" and including parcels listed on the attached sheet; and
2. The County fully approves and supports the designation of the District; and
3. The County understands that the income tax subtraction modification under 10-207(v) of the Tax- General Article for qualifying residing artists in the District might affect its income tax receipts; and
4. If the Secretary approves the District designation, the County shall provide the following incentives to eligible persons in the District during the ten (10) year designation:
 - (a) During the entire designation period approved by the Secretary, exemption from the Admission and Amusement Tax gross receipts from any admissions or amusement charge levied by an arts and entertainment enterprise or qualifying residing artist in the District under ~4-101 (e), Tax General Article, Annotated Code of Maryland; and
 - (b) During the entire designation period approved by the Secretary, and pending the final enactment of County Ordinance 13-04, a real property tax credit further described in ~9-240 of the Tax-Property Article against the County property tax imposed on the eligible assessment of an eligible building. The real property tax credit amount shall be the following percentage of the amount of property tax imposed on the eligible assessment of the property entitled to the credit:
 - (i) 100% in each of the first 2 taxable years after the calendar year when the property initially is entitled to the credit.
 - (ii) 80% in the 3rd and 4th taxable year
 - (iii) 60% in the 5th and 6th taxable year
 - (iv) 40% in the 7th and 8th taxable year
 - (v) 20% in the 9th and 10th taxable year
 - (vi) 0 % after the 10th taxable year

Adopted and approved this 12 day of March 2013.

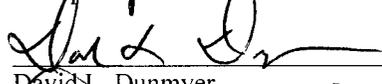
The County Commissioners of
Queen Anne's County



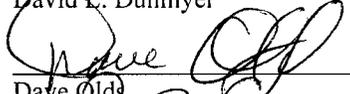
Steven J. Arentz



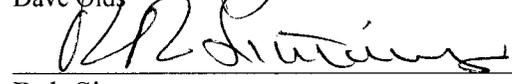
Phillip L. Dumenil



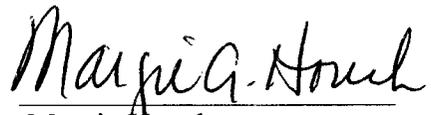
David L. Dunmyer



Dave Olds



Bob Simmons



Margie Houch