

Maryland Appendix

Key Subsidy Programs

Program	Annual Cost	Monitoring, Enforcement & Penalty Score*
Enterprise Zone - Real Property Tax Credits - a ten-year property tax credit for corporations expanding or locating in special zones with high rates of unemployment	\$38,060,000 (2012)	25/100
Job Creation Tax Credit - a corporate income tax credit for companies creating new jobs	\$22,500,000 (2013)	65/100
Maryland Economic Development Assistance Authority Fund MEDAAF 1 & 2 Significant Strategic Economic Development Opportunities & Local Economic Development Opportunities - a replacement for the controversial Sunny Day Fund used to award lavish subsidies to companies locating or expanding in Maryland	\$7,237,000 (2011)	98/100
One Maryland Tax Credit - two as-of-right industry-specific corporate income tax credits for companies locating in special zones	\$4,800,000 (2010)	63/100
Sunny Day Fund - a controversial "deal-closing" fund used to award lavish subsidies to companies locating or expanding in the state	\$4,000,000 (2010)	98/100
Average Monitoring, Enforcement & Penalty Score for All Programs*		70/100

*Adjusted to reflect the program's performance standards score in *Money for Something*. See next page for unweighted scoring details.

Money-Back Guarantees for Taxpayers Scoring Details for Maryland Programs		<i>Maximum possible score for category</i>	<i>Enterprise Zone - Real Property Tax Credits</i>	<i>Job Creation Tax Credit</i>	<i>MEDAAF 1 & 2</i>	<i>One Maryland Tax Credit</i>	<i>Sunny Day Fund</i>
Reporting	Has a requirement that recipients report to agency on performance outcomes (20 pts)	20	20	20	20	20	20
Verification	Agency awarding subsidy verifies performance outcomes reported by recipient (20 pts)	20	0	20	20	0	20
Type of Penalties	Penalty takes the form of recapture (10 pts)	10	0	10	10	0	10
	Penalty takes the form of rescission or program is performance based (5 pts)	5	5	0	5	5	5
	Penalty takes the form of recalibration (5 pts)	5	0	0	5	5	5
Scope of Penalties	Mandatory penalties for failure to meet performance requirements with no exceptions* (20 pts)	20	10	20	20	20	20
	Mandatory penalties for failure to meet performance requirements with some exceptions (15 pts)						
	Discretionary penalties for failure to meet performance requirements (10 pts)						
Online Disclosure of Enforcement Practices	Online publication of statistics on use of penalties (10 pts)	10	0	0	10	0	10
	Online publication of names of companies found to be non-compliant (5 pts)	5	0	0	5	0	5
	Online publication of names of companies penalized and dollar amounts (5 pts)	5	0	0	5	0	5
Total unweighted score		100	35	70	100	50	100
TOTAL SCORE adjusted to reflect the program's performance standards score in <i>Money for Something</i>		100	25	65	98	63	98

*Programs deemed performance based automatically receive points in this category.
For details on the programs see Appendix 4 in www.goodjobsfirst.org/moneyback.