

The Facts about



PILOT (Payment in Lieu of Taxes)

The 28 acres and five buildings that comprise State Center currently pay zero taxes to the State of Maryland or Baltimore City.

This is due to the fact that public property is exempt from real estate taxes.

A Payment in Lieu of Taxes (PILOT) substitutes a negotiated payment in place of the annual real estate taxes that would be due on a property. In State Center's case, since zero taxes are being paid on the property currently, a PILOT will give a predictable dollar amount of new costs to the State in paying City property taxes on their campus.

The proposed PILOT for State Center would accomplish two goals:

1. Guarantee new tax revenue to the City of Baltimore on property from which it currently gets ZERO tax revenue; and
2. Lock in the taxes the State will pay for the duration of their leases.

Projects seeking a PILOT must meet a number of stringent criteria. To view the criteria and find additional information, visit the Pilot and TIF page of the Baltimore Development Corporation's website:

<http://www.baltimoredevelopment.com/pilots-tifs>