

**Department of Legislative Services**  
Maryland General Assembly  
2025 Session

**FISCAL AND POLICY NOTE**  
**Third Reader - Revised**

Senate Bill 513

(Senator Henson, *et al.*)

Judicial Proceedings

Environment and Transportation

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**Real Property - Unlawfully Restrictive Covenant Modifications - County or Municipality Notice Requirements**

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This bill alters a statutory provision in regard to the notice that a local government must provide when it intends to execute and record a restrictive covenant modification to an unlawfully restrictive covenant. In addition to repealing the requirement for the notice to be sent by first class mail, the bill authorizes notice to be (1) published once per week for four successive weeks in one or more newspapers of general circulation in the county or municipality where the property is located or (2) posted on the official website of the county or municipality where the property is located.

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**Fiscal Summary**

**State Effect:** The bill does not materially affect State finances or operations.

**Local Effect:** The bill is not anticipated to materially affect local government finances or operations.

**Small Business Effect:** Minimal.

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**Analysis**

**Current Law:** Generally, an unlawfully restrictive covenant is any recorded covenant or restriction that restricts ownership based on race, religious belief, or national origin.

A county or municipality may execute and record a restrictive covenant modification to an unlawfully restrictive covenant if the subject property is within the boundaries of the county or municipality and specific notice requirements are satisfied. In addition to other

requirements, the notice must (1) be sent by first-class mail and (2) provide information on how a person with an ownership interest in the property may decline to have the restrictive covenant modification executed and recorded by the county or municipality.

A person with an ownership interest in the property may decline to have the modification executed and recorded by notifying the county or municipality within 30 days after the date of the required notice.

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### **Additional Information**

**Recent Prior Introductions:** Similar legislation has not been introduced within the last three years.

**Designated Cross File:** None.

**Information Source(s):** Maryland Association of Counties; Judiciary (Administrative Office of the Courts); Department of Legislative Services

**Fiscal Note History:** First Reader - February 4, 2025  
caw/jkb Third Reader - March 15, 2025  
Revised - Amendment(s) - March 15, 2025

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