

NOTICE

FISCAL YEAR 2005 BUDGET SUPPORT ACT OF 2004

Recordation and Transfer Tax Reduction Act of 2004

Effective October 1, 2004, District of Columbia real property RECORDATION and TRANSFER TAX rates will decrease from 1.5% to 1.1% of the total consideration, and the ECONOMIC INTEREST TAX rate will decrease from 3% to 2.2%. The law providing for such tax rate decreases is the FY 2005 Budget Support Act of 2004 - Recordation and Transfer Tax Reduction Act of 2004

In order to facilitate implementation of these changes, the Office of the Recorder of Deeds will adhere to the following policy:

- Economic Interest, Recordation and Transfer Taxes will be assessed and taxed at the rate in effect based on the date the document is recorded. However, all documents must be recorded within thirty days of their execution. If a document is not timely recorded, the rate applied will be the rate in effect on the 30th day from the document's execution.

All questions or concerns should be directed to Larry Todd, Recorder of Deeds, (202) 727-0419.