

ENROLLED

COUNTY COUNCIL OF WICOMICO COUNTY, MARYLAND
LEGISLATIVE SESSION, 2013
BILL NO. 2013-07

Introduced: June 18, 2013

By: The President of the Council at the request of the County Executive

AN ACT to authorize and empower Wicomico County, Maryland to borrow on the faith and credit of Wicomico County, Maryland an aggregate amount not exceeding Twelve Million Five Hundred Thousand Dollars (\$12,500,000) and to evidence such borrowing by the issue and sale from time to time of one or more series of general obligation bonds of the County, the proceeds thereof to be used by Wicomico County to finance, refinance or reimburse the costs of certain projects for the Board of Education of Wicomico County, including costs of planning, design, acquisition, construction, improvement, installation, renovation, rehabilitation, repairing, furnishing and equipping of land, facilities, buildings and structures, together with other costs and financing costs related thereto; authorizing the issuance from time to time of one or more series of general obligation refunding bonds in order to refund or advance refund any of the bonds issued pursuant to the authority of this Act, provided that the aggregate principal amount of each such issue of refunding bonds does not exceed one hundred thirty percent (130%) of the aggregate principal amount of bonds refunded therefrom; exempting all such bonds and refunding bonds from the provisions of Sections 10 and 11 of Article 31 of the Annotated Code of Maryland; authorizing the issuance from time to time of one or more series of general obligation bond anticipation notes in an aggregate principal amount not to exceed Twelve Million Five Hundred Thousand Dollars (\$12,500,000) prior to and in anticipation of the sale of the bonds authorized hereby in order to finance or reimburse costs of such school projects on an interim basis, capitalized interest and financing costs; authorizing the County Council to pass resolutions prior to issuing all or any part of the bonds, refunding bonds or bond anticipation notes in order to fix, prescribe, determine or provide for the details of such obligations and the issuance and sale thereof; providing that all such bonds, refunding bonds and bond anticipation notes shall be general obligations of the County to which the faith and credit of the County are pledged and authorizing annual appropriations to pay the principal of and interest on said obligations and the levying of taxes to meet said appropriations, subject to any lawful limitations on the County's taxing power set forth in the Charter, as that taxing power may relate to such obligations; providing for the disbursement of the proceeds of the bonds, refunding bonds or bond anticipation notes authorized hereby; providing that the provisions of this Act shall be separable; and generally relating to the issuance and sale of such bonds, refunding bonds or bond anticipation notes authorized hereby.

WHEREAS, Wicomico County, Maryland (the "County") is authorized pursuant to Section 5(P) of Article 25A of the Annotated Code of Maryland (West 2002, as replaced, supplemented or amended) to borrow money on the faith and credit of the County for any proper purpose; and

WHEREAS, the Capital Budget for Wicomico County, Maryland, adopted pursuant to Section 705 of the Wicomico County Charter effective June 11, 2013, as the same may be amended, provides for funds provided by the County through the issuance of its bonds for the school projects described herein in the amount of Twelve Million Five Hundred Thousand Dollars (\$12,500,000); and

WHEREAS, the County Council of Wicomico County, Maryland deems that the school projects identified as being funded from bond proceeds are necessary to the welfare of Wicomico County, Maryland and that the financial resources of the County are ample and within the limitations as prescribed by the Charter of Wicomico County, Maryland to permit the borrowing of the sums required therefor; now, therefore:

SECTION 1. BE IT ENACTED BY THE COUNTY COUNCIL OF WICOMICO COUNTY, MARYLAND, IN LEGISLATIVE SESSION, that to provide the funds required to finance, refinance or reimburse the cost of certain of the school projects of the Board of Education of Wicomico County approved in the Capital Improvement Budget of the County Council adopted pursuant to Section 705 of the Wicomico County Charter effective June 11, 2013, as the same may be amended, the County is with this Act authorized and empowered by resolution or resolutions of the County Council passed in Legislative Session to borrow from time to time an amount not exceeding Twelve Million Five Hundred Thousand Dollars (\$12,500,000) and to evidence said borrowing by the issue and sale of general obligation serial maturity bonds of the County, in one or more series, in like aggregate par amount. Unless otherwise advised by bond counsel to the County, any resolution adopted in accordance with Section 3 below may provide that any such series may be issued as a single bond in installment and/or draw-down form as long as such installment bond provides for annual principal payments thereon.

It is hereby recognized and acknowledged that the details of the Capital Improvement Budget of the County for the fiscal year beginning July 1, 2014 is necessarily subject to change because of corresponding changes in construction and other costs, project time schedules, availability of other funding sources and other circumstances not now known or anticipated. It is the purpose and intent of this Act to authorize the borrowing of money to finance the school projects identified in Section 2 hereof as such school projects are referenced in the Capital Improvements Budget for the fiscal year beginning July 1, 2014, as amended, and in any amended or subsequent capital budget or capital improvement program, unless otherwise contrary to applicable law.

SECTION 2. AND BE IT FURTHER ENACTED, that with respect to the school projects listed below, the word "cost" as used in Section 1 hereof shall, unless particularly limited in this Section, include land and right-of-way acquisition and development; site and utility improvements; construction of new buildings or schools and/or renovations of, additions

to, or improvement of, existing buildings and schools; construction or provision of facilities; acquisition and installation of equipment; pedagogical material for any school projects; capitalized interest during construction and for a reasonable period thereafter, whether or not specifically stated; professional fees and expenses incurred in connection with the school projects or the financing thereof (which shall include, without limitation, planning, design, engineering, architectural, fiscal and legal expenses related thereto); costs of issuing the bonds (which costs may include the costs of bond insurance or other credit enhancement); and any of such costs which may represent the County's share or contribution to the financing or refinancing of such school projects. The total bond funds to be appropriated or paid to pay the costs of such school projects as provided in the Capital Improvement Budget shall be allocated to such school projects as set forth below, subject to such variations or modifications as are herein provided:

1. Board of Education	
A. Bennett Middle School Project Under Plan B	\$11,000,000
B. Parkside High School Limited Renovation	1,325,000
2. Contingency Fund	\$175,000

Item No. 2 above, being Contingency Fund, in the amount of One Hundred Seventy-Five Thousand Dollars (\$175,000.00), shall be used to pay any difference between the actual cost of the above-listed school projects to be funded from bond proceeds and the amount allocated thereto. Said fund also shall be used to pay the expenses of any bond issue hereunder. Any excess of the bond-financed actual costs of the above-listed school projects shall be credited to the Contingency Fund, and said Contingency Fund shall likewise be credited with any appropriation transfers or any supplementary appropriation made by the County Council in Legislative Session to meet any increase in the cost of the above-listed school projects. If there shall be a balance remaining in the said Contingency Fund, said balance shall be credited to the Capital Program for the fiscal year following the year in which said balance is ascertained or shall otherwise be applied in accordance with Section 710 and Section 712 of the County Charter (as such sections may be re-numbered from time to time), as applicable.

SECTION 3. AND BE IT FURTHER ENACTED, that the bonds hereby authorized may be issued at one time or in series from time to time in the current or any future fiscal year, separately or in conjunction with other bonds the County may be authorized to issue, all as may be determined by one or more resolutions adopted by the County Council in Legislative Session, except as provided herein. Prior to issuance of any such bonds, the County Council shall obtain a certificate from the Director of Finance that the limitation on indebtedness contained in the County Charter will not be exceeded by the issuance of bonds in the amount contemplated and

the County Council shall also obtain a certificate from the County Attorney that the authority hereby conferred for the contemplated bond issue has not been previously exercised and that such authority has not been repealed, revoked or suspended in accordance with the County Charter. Each such resolution shall fix, prescribe, determine or provide for the determination of the title, date of issue, and denomination(s) of said bonds, the aggregate principal amount and maturities thereof, the form and tenor thereof, and the manner of executing the same, the places of payment thereof and of the interest to accrue thereon, the agent or agents of the County to make such payment, any registrar and/or paying agent for such bonds, the reserved right, if any, to redeem any such bonds prior to maturity and the premium or premiums, if any, payable upon the exercise of said right, the rate or rates of interest payable on said bonds, or the method of determining the same, the purchaser of such bonds, details relating to the public sale of such bonds (unless such resolution shall provide for the private sale of such bonds in accordance with subsection (c) below, in which event such resolution shall provide for the manner of private sale), the allocation of such bond proceeds to the school projects identified in Section 2 hereof, whether any premium paid to the County upon the sale of any such bonds shall be applied to the costs of the school projects for which such bonds are authorized to be issued or to the payment of debt service on such bonds, whether earnings derived from the investment of the proceeds of any such bonds authorized hereby shall be applied to the purposes for which such bonds are issued, to pay debt service on such bonds or treated as general revenues of the County and applied to general County purposes, and any other details, terms or conditions relating to the issuance, sale, delivery and payment of such bonds to the extent not contrary to applicable law or this Act; provided, however, that:

(a) if authorized by applicable law, any such issue may be sold at a price at, above or less than the par value thereof, as determined by the County Council by resolution;

(b) the bonds of each such issue shall become due and payable in accordance with the consecutive annual serial maturity plan over a period not exceeding thirty (30) years from the date of issue;

(c) each issue of said bonds shall be sold by award to the best bidder therefor after solicitation of competitive bids, which competitive bids may be submitted by sealed bid and/or electronic bid as provided in such resolution, following at least ten (10) days published notice of the sale, which notice may be published solely in summary form if so determined by the County Council by resolution in Legislative Session unless the County Council in Legislative Session shall adopt a resolution providing that any such issue shall be sold by private sale;

(d) no such bonds shall be issued in any fiscal year unless there shall be appropriated by the County Council an amount sufficient to pay debt service due on said bonds in such fiscal year; and

(e) in any such resolution the County Council may approve, determine or provide for the payment of a commitment fee, breakage compensation or related costs to the purchaser of any

such bonds and/or the execution and delivery by the County of any continuing disclosure undertaking or any ongoing representations or certifications.

Notwithstanding the foregoing, as determined or provided for by the County Council by resolution adopted in Legislative Session, the County Council may provide that the actual award or sale of any such bonds and the determination of any final details relating thereto may be made by the County Council by a resolution or resolutions adopted in a non-legislative session or by an authorized official of the County by order.

Acting pursuant to the authority of Section 24 of Article 31 of the Annotated Code of Maryland (West 2002, as replaced, supplemented or amended), the County is hereby authorized and empowered to issue and sell from time to time, in the current or any future fiscal year, separately or in conjunction with other bonds the County may be authorized to issue, one or more series of general obligation serial maturity bonds for the purpose of refunding or advance refunding any of the bonds authorized hereby then outstanding, including the payment of any redemption premium and any interest accrued or to accrue to the date of redemption, purchase or maturity of bonds to be refunded, funded interest and paying costs and expenses in connection with the issuance, sale and delivery of such refunding bonds, for the public purpose of realizing savings to the County in the aggregate cost of debt service on either a direct comparison or present value basis or a debt restructuring permitted by applicable law; provided that, the aggregate principal amount of each such issue of refunding bonds shall not exceed one hundred thirty percent (130%) of the aggregate principal amount of bonds refunded therefrom. Prior to the issuance, sale and delivery of any such issue of refunding bonds, the County Council in Legislative Session shall adopt a resolution or resolutions authorizing such refunding bonds and specifying, describing, determining, providing for and approving such matters, details, forms, documents or procedures as may be authorized or required by applicable law. Notwithstanding the foregoing, as determined or provided for by the County Council by resolution adopted in Legislative Session, the County Council may provide that the actual award or sale of any such refunding bonds and the determination of any final details relating thereto may be made by the County Council by a resolution or resolutions adopted in a non-legislative session or by an authorized official of the County by order.

Any of the bonds described in this Section 3, when duly issued, executed and delivered in the manner above-described, shall constitute general obligations of the County, to the payment of which, when due, the faith and credit of the County are pledged, and any said resolution of the County Council in Legislative Session shall constitute an irrevocable covenant of the County annually to appropriate the amount necessary to pay the principal of and interest on said bonds when due and, subject to any lawful limitations on the County's taxing power set forth in the County Charter, as that taxing power may relate to the bonds, to levy ad valorem taxes upon all property in the County subject to County taxation in rate and amount, in each year, sufficient to meet said annual appropriations.

The bonds authorized by this Act are hereby expressly exempted from the application or the provisions of Sections 10 and 11 of Article 31 of the Annotated Code of Maryland (West 2002, as replaced, supplemented or amended). References in this Act to the bonds shall include the refunding bonds authorized hereby, unless otherwise expressly provided or unless the context requires otherwise.

SECTION 4. AND BE IT FURTHER ENACTED, that pursuant to the authority of Section 12 of Article 31 of the Annotated Code of Maryland (West 2002, as replaced, supplemented or amended), the County is hereby authorized to issue and sell its general obligation bond anticipation notes from time to time in one or more series in an aggregate principal amount not to exceed Twelve Million Five Hundred Thousand Dollars (\$12,500,000) prior to and in anticipation of the sale of the bonds authorized hereby in order to finance or reimburse costs of the school projects identified in Section 2 hereof on an interim basis, capitalized interest and costs and expenses in connection with the issuance, sale and delivery of such bond anticipation notes. Prior to the issuance, sale and delivery of any such bond anticipation notes, the County Council in Legislative Session shall adopt a resolution or resolutions authorizing such bond anticipation notes and specifying, describing, determining, providing for and approving such matters, details, forms, documents or procedures as may be authorized or required by applicable law. Notwithstanding the foregoing, as determined or provided for by the County Council by resolution adopted in Legislative Session, the County Council may provide that the actual award or sale of any such bond anticipation notes and the determination of any final details relating thereto may be made by the County Council by a resolution or resolutions adopted in a non-legislative session or by an authorized official of the County by order. Any of the bond anticipation notes described in this Section 4, when duly issued, executed and delivered in the manner above-described, shall constitute general obligations of the County, to the payment of which, when due, the faith and credit of the County are pledged, and any said resolution of the County Council in Legislative Session shall constitute an irrevocable covenant of the County annually to appropriate the amount necessary to pay the principal of and interest on said bond anticipation notes when due and, subject to any lawful limitations on the County's taxing power set forth in the County Charter, as that taxing power may relate to the bond anticipation notes, to levy ad valorem taxes upon all property in the County subject to County taxation in rate and amount, in each year, sufficient to meet said annual appropriations.

SECTION 5. AND BE IT FURTHER ENACTED, that the proceeds from the sale of any of the bonds or bond anticipation notes herein authorized shall be paid to the Director of Finance of the County, who shall first deduct any amount received by him on account of accrued interest and shall apply said amount on account of payment of the first maturing interest on said bonds or bond anticipation notes and who shall thereafter disburse said bond or note proceeds for or on account of financing, reimbursing or refinancing the cost of school projects listed in Section 2 hereof and expenses of bond or note issuance. Each such project shall be deemed a capital project for the purpose of this Act, any subsequent bond issue, and any commission created hereunder. Upon the joint order of the County Council in Legislative Session and the Board of Education of Wicomico County, said bond or note proceeds for or on account of the cost of the school projects listed in Section 2 hereof shall be disbursed. Notwithstanding the foregoing, any

bond proceeds applied to prepay or pay at maturity any bond anticipation notes authorized hereby and any refunding bond proceeds may be disbursed on the order of the County Council in Legislative Session. Within the limitations of the County Charter and of this Act, full authority is hereby conferred upon the said County Council and the Board of Education, acting jointly with regard to said school projects, or the County Council acting on its own as provided herein, to expend said bond or note proceeds for said school projects in such manner as will best achieve the stated objectives of this Act and of the Capital Improvement Budget of the County. Within the aforesaid limitations, authority is hereby delegated to the department or commission charged by law with the operation and administering of the above-listed school projects to program the expenditures of its share of said bond or note proceeds in such manner as will best achieve the stated objectives of this Act and of the Capital Improvement Budget of the County above referred to.

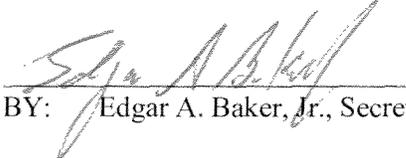
SECTION 6. AND BE IT FURTHER ENACTED, that the various provisions of this Act shall be regarded as separate and severable; and should any section, sentence, clause or provision thereof be held invalid or unconstitutional for any reason, the validity of the remaining parts hereof shall not be affected thereby.

SECTION 7. AND BE IT FURTHER ENACTED, that this Act, having been passed by the County Council of Wicomico County, at its Legislative Session on the day of , 2013, shall take effect sixty (60) days after approval by the County Executive or failure of the County Executive to return this Act in accordance with Charter Section 411.C., subject to the provisions of Charter Section 411.D., unless a proper petition for referendum thereof shall be filed in accordance with Charter Section 312, in which event this Act shall not take effect until the expiration of thirty (30) days following the approval of this Act by a majority of the qualified voters of the County voting in any such referendum.

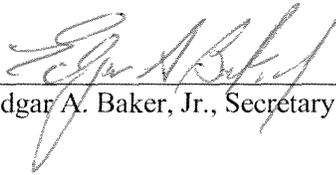
Certified correct as passed and adopted by the County Council of Wicomico County, Maryland, this 16th day of July, 2013.

WICOMICO COUNTY, MARYLAND


BY: Matt Holloway, President


BY: Edgar A. Baker, Jr., Secretary

I HEREBY CERTIFY that on introduction copies of the Bill shall be made available for distribution to the public, press and other news media.


Edgar A. Baker, Jr., Secretary

Explanation:

CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

~~Strike out indicates material deleted from law.~~

~~CAPITAL STRIKE OUT~~ indicates matter stricken from Bill by Amendment.

Underlining indicates Amendments to Bill.

COUNTY COUNCIL
OF
WICOMICO COUNTY, MARYLAND

BILL NO. 2013-07

INTRODUCED BY: Council at request of Executive

Legislative Day No. 13

Date: June 18, 2013

Introduced, read first time, ordered posted and public hearing scheduled on: July 16, 2013

Time: 10:30 a.m.

AN ACT to authorize and empower Wicomico County, Maryland to borrow on the faith and credit of Wicomico County, Maryland an aggregate amount not exceeding Twelve Million Five Hundred Thousand Dollars (\$12,500,000) and to evidence such borrowing by the issue and sale from time to time of one or more series of general obligation bonds of the County, the proceeds thereof to be used by Wicomico County to finance, refinance or reimburse the costs of certain projects for the Board of Education of Wicomico County, including costs of planning, design, acquisition, construction, improvement, installation, renovation, rehabilitation, repairing, furnishing and equipping of land, facilities, buildings and structures, together with other costs and financing costs related thereto; authorizing the issuance from time to time of one or more series of general obligation refunding bonds in order to refund or advance refund any of the bonds issued pursuant to the authority of this Act, provided that the aggregate principal amount of each such issue of refunding bonds does not exceed one hundred thirty percent (130%) of the aggregate principal amount of bonds refunded therefrom; exempting all such bonds and refunding bonds from the provisions of Sections 10 and 11 of Article 31 of the Annotated Code of Maryland; authorizing the issuance from time to time of one or more series of general obligation bond anticipation notes in an aggregate principal amount not to exceed Twelve Million Five Hundred Thousand Dollars (\$12,500,000) prior to and in anticipation of the sale of the bonds authorized hereby in order to finance or reimburse costs of such school projects on an interim basis, capitalized interest and financing costs; authorizing the County Council to pass resolutions prior to issuing all or any part of the bonds, refunding bonds or bond anticipation notes in order to fix, prescribe, determine or provide for the details of such obligations and the issuance and sale thereof; providing that all such bonds, refunding bonds and bond anticipation notes shall be general obligations of the County to which the faith and credit of the County are pledged and authorizing annual appropriations to pay the principal of and interest on said obligations and the levying of taxes to meet said appropriations, subject to any lawful limitations on the County's taxing power set forth in the Charter, as that taxing power may relate to such obligations; providing for the disbursement of the proceeds of the bonds, refunding bonds or bond anticipation notes authorized hereby; providing that the provisions of this Act shall be separable; and generally relating to the issuance and sale of such bonds, refunding bonds or bond anticipation notes authorized hereby.

PUBLIC HEARING: Having been posted and notice of time and place of hearing and title of Bill having been published according to the Charter, a public hearing was held on July 16, 2013 and concluded on July 16, 2013

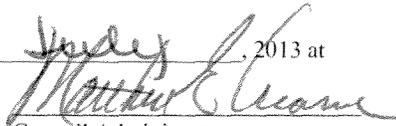

Council Administrator

CERTIFICATION

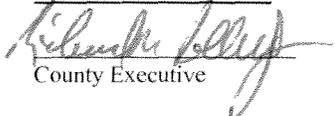
The undersigned hereby certifies that this Bill was Approved and Adopted by the County Council of Wicomico County, Maryland, on the 16th day of July, 2013.


Council Administrator

Presented to the County Executive for approval this 18th day of July, 2013 at
8:15 a.m./p.m.
(5 days §411)


Council Administrator

BY THE EXECUTIVE:


County Executive

APPROVED

VETOED

Date: July 18, 2013
(21 days §411)

Date: _____

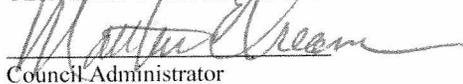
EFFECTIVE DATE:

This Bill having been approved by the County Executive and returned to the Council, becomes law on July 18th 2013 and effective on: September 16, 2013 (60 days §311)

ENROLLMENT:

Legislative Bill No. 2013-07 is herewith submitted to the County Council of Wicomico County for enrollment as being the text as finally passed.

CERTIFIED TRUE AND CORRECT



Council Administrator

Date: August 6, 2013

ENROLLED



Council President

Date: August 6, 2013